EXECUTIVE BUDGET

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FISCAL YEAR 1990

STATE OF MISSOURI

GOVERNOR JOHN ASHCROFT

EXECUTIVE OFFICE
STATE OF MISSOURI

JOHN ASHCROFT
GOVERNOR

January 17, 1989

TO THE GENERAL ASSEMBLY AND THE PEOPLE OF MISSOURI:

As a family needs the commitment of all its members to flourish and withstand adversity, so Missouri needs the commitment of its citizens and government to a better future if we are to progress and thrive. Unless we are firmly grounded in our commitment to progress, we risk making decisions which imperil our ability to grow.

We have accomplished much together in the last four years, creating 200,000 new jobs and pointing our schools, colleges and universities in the direction of placing priority on a quality education for students through improved funding, an emphasis on accountability and assessment of results. However, the competitive nature of our globe will not permit us to rest and reflect on past achievements. Education must remain our number one priority.

Budget decisions also reflect our priorities and our commitment to progress. My Fiscal Year 1990 budget prepares Missouri for meeting the challenges of the next decade and century by providing major increases for education and expanding opportunity through job creation, a cleaner, safer, drug-free environment, welfare reform and better health for more Missourians. The Fiscal Year 1990 budget renews my commitment to the principles which have served us well in the past four years:

- maintaining a solid, balanced fiscal foundation which permits Missouri to meet the challenge of major mandatory expenditure increases, including those created by the federal judiciary;
- identifying and investing discretionary funds in programs which contribute the most to progress;
- basing spending decisions on attainable fiscal estimates coupled with prudent management and review of current resources.

Working together, we can create an environment which enables Missourians to develop fully their God-given potential. The decisions we make today will demonstrate our commitment to progress for the future.

Sincerely,

John Ashcroft
GOVERNOR

P.O. BOX 720 JEFFERSON CITY, MISSOURI 65102

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A STRONG FISCAL BASE FOR OUR COMMITMENT TO PROGRESS

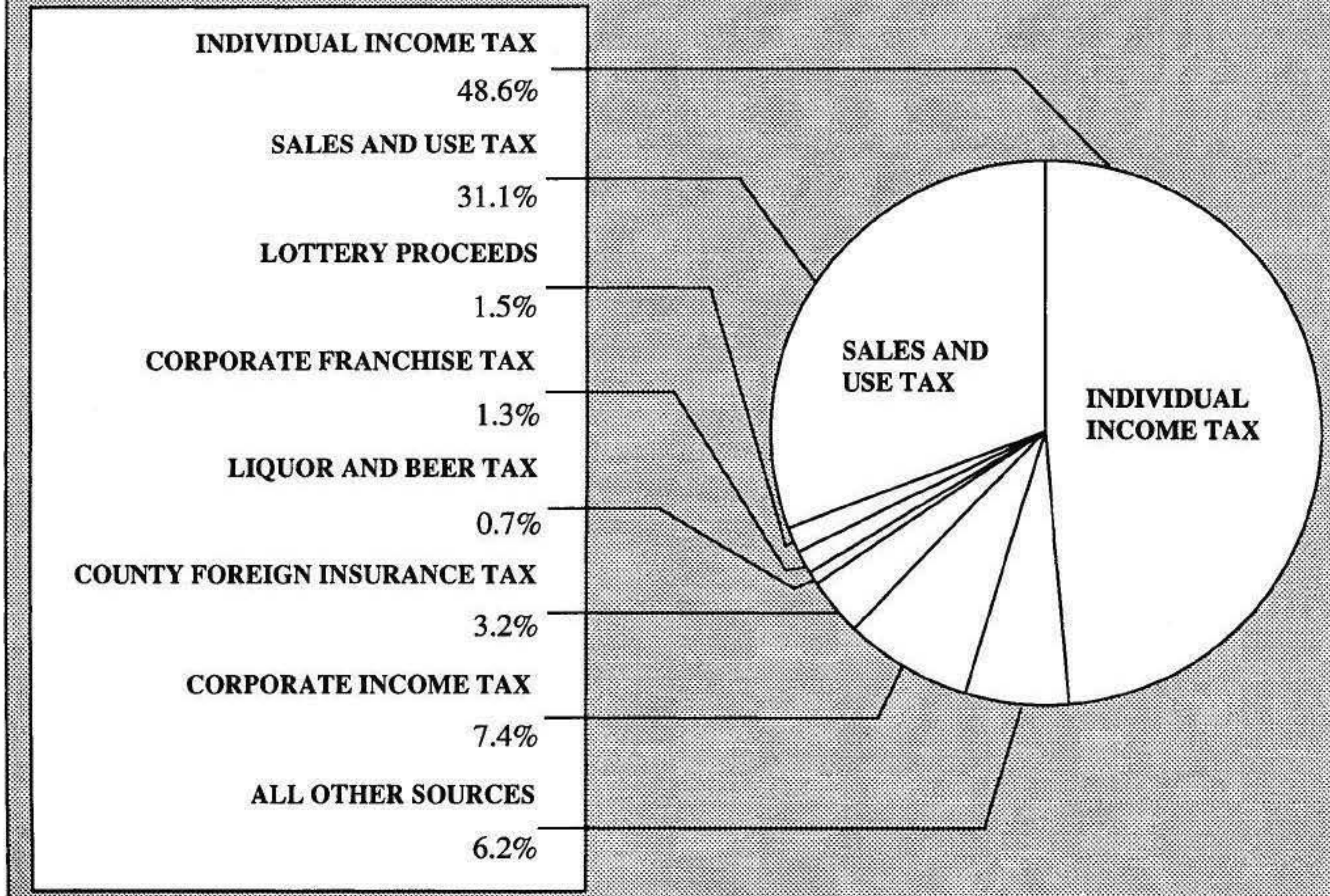
The solid fiscal foundation that Missouri has built in recent years has made it possible for state government to act as a reliable and responsible partner for economic development and opportunity throughout our state. Governor Ashcroft's Fiscal Year 1990 budget continues that work by combining overall fiscal balance with funding increases targeted on the education, job creation and other public programs that enhance opportunity for the people of Missouri.

The state completed Fiscal Year 1988 with a solid ending budget balance which current estimates for Fiscal Year 1989 indicate will remain solid. The cash operating reserve fund balance of nearly $160 million demonstrates the state's ability to meet financial commitments on a timely basis.

The Missouri economy has expanded in the past four years to create over 200,000 new jobs; over 300,000 new jobs have been created during the past decade. This expansion in employment and the related increase in state personal income have created solid growth in state revenues which has been prudently reinvested to improve needed services with particular emphasis on education.

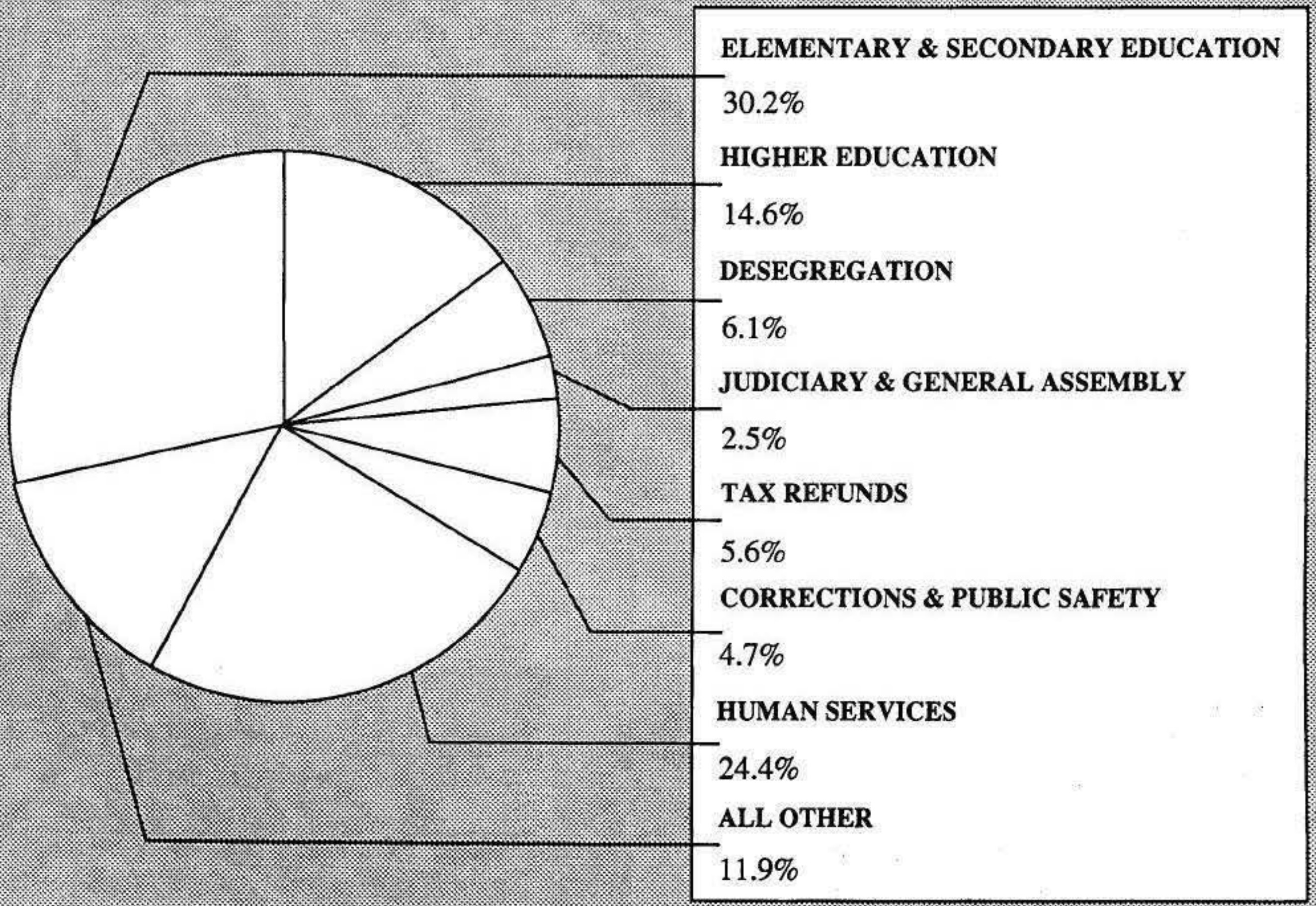
Absent the rapidly increasing costs of federal court-ordered desegregation plans in Kansas City and St. Louis, even larger investments in state aid to public schools, higher education and other state services would have been possible. The state continues to oppose legally many of the extravagant features of those plans, features that add little value to the critical educational mission of schools in those two districts.

REVENUES
GENERAL REVENUE RECEIPTS AND TRANSFERS
FISCAL YEAR 1990



EXPENDITURES

GENERAL REVENUE
FISCAL YEAR 1990

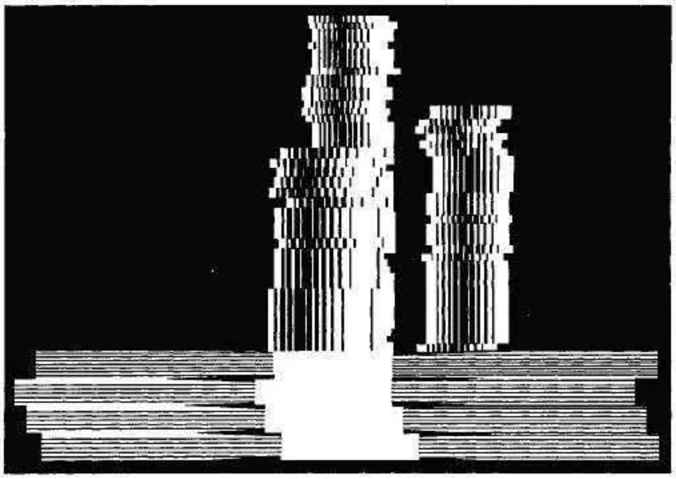


REVIEW OF THE FISCAL YEAR 1989 BUDGET

The performance of the Missouri economy in Fiscal Year 1989 has been strong, exceeding original estimates. This strength has mirrored the continued expansion of the national economy, and has occurred in spite of severe drought during the summer of 1988.

The Fiscal Year 1989 budget was submitted in January 1988 with a general revenue growth estimate of 6.5 percent. Actual experience to date, however, indicates that all initial estimates were too low and that a healthy state and national economy have created unexpectedly strong revenue growth. The Division of Budget and Planning currently estimates that general revenue will grow by 7.9 percent in Fiscal Year 1989.

Revenue gains, however, have been partially offset by two areas of higher than expected state cost. First, school desegregation costs have substantially exceeded those provided for in the Fiscal Year 1989 Executive Budget. Second, rapid growth in the Medicaid program has outstripped original estimates and will require supplemental appropriations.



A third uncertainty in the Fiscal Year 1989 budget picture is the total cost of refunds related to individual income tax returns. Due to extensive changes in federal tax law, taxpayers have made significant revisions in tax withholding and declaration patterns, making it more difficult to predict refund amounts.

These unexpected cost factors will make it impossible to release the Fiscal Year 1989 three percent appropriation reserves to all state agencies. The only exception is release of $7.6 million for public higher education institutions.

FEDERAL COURT ORDERS FOR DESEGREGATION: AN ISSUE FOR FY 1989 AND FY 1990

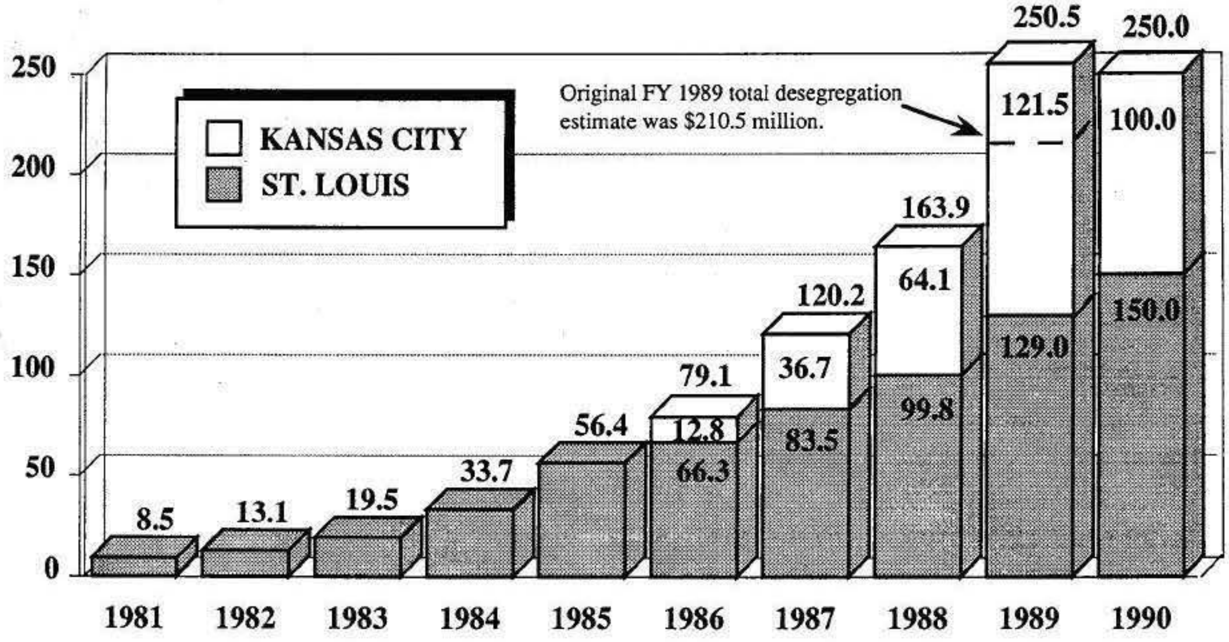
Federal court orders for the school desegregation cases in Kansas City and St. Louis continue to consume a large share of Missouri's budgetary resources. The original estimate of costs for the two cases submitted with the Fiscal Year 1989 Executive Budget was $210.5 million. By the end of the legislative session only four months later, a series of late-breaking federal court decisions had raised estimates to $235 million.

Continued litigation and unpredictable expenditure patterns, particularly in the Kansas City case, make a completely definitive number for total desegregation costs in Fiscal Years 1989 and 1990 difficult to ascertain. The Eighth Circuit Court of Appeals ruled unconstitutional the District Court's imposition of an income tax surcharge to pay for desegregation expenses in Kansas City. The issues of how much funding the District can be required to allocate to desegregation programs, and the property tax levy for desegregation, were only recently addressed by the District Court on January 3, 1989.

An equally large and undetermined issue was whether income tax surcharge revenues collected before the tax was ruled unconstitutional should be refunded in part or in full. In the January 3, 1989 order the District Court ordered the State of Missouri to refund fully the estimated $31 million of income tax surcharge revenue to the taxpayers. Most of these refunds will occur within 120 days of the date of the order.

COURT-ORDERED SCHOOL DESEGREGATION PAYMENTS FOR FISCAL YEARS 1981-90

(IN MILLIONS OF DOLLARS)



SOURCE: OFFICE OF ADMINISTRATION

The District Court left open the issue of the property tax levy for the District for calendar year 1989. The State's required share cannot be accurately estimated without knowing this property tax rate. The court has ruled that the State and the District are jointly and severally liable for the desegregation remedy, and that the State must provide for any shortfall in the District's ability or willingness to pay its share.

Current estimates of desegregation expenses are $250.5 million in Fiscal Year 1989 (a $40 million increase over original estimates) and $250 million in Fiscal Year 1990. The timing of court orders on issues currently being litigated could affect the timing of actual cash disbursements. Any underexpenditure of the Fiscal Year 1989 budgeted amount probably will be offset by a like increase in the Fiscal Year 1990 requirement. Consequently, the most reasonable method of presenting desegregation costs is as a total expenditure of $500.5 million for Fiscal Years 1989 and 1990 combined.

ANALYSIS OF THE FISCAL YEAR 1990 BUDGET

Governor Ashcroft remains committed to taking a partnership approach toward budget development and revenue estimation with the General Assembly. The 1988 General Assembly acted quickly in returning appropriation bills to the Governor, and the revenue estimates utilized by the Governor and General Assembly were within a reasonable range of estimation. The result was a prudent and fiscally stable Fiscal Year 1989 budget with a minimum of gubernatorial vetoes and no extraordinary withholdings.

Beginning in Fiscal Year 1986, Governor Ashcroft initiated long-term budget projections in an effort to break the boom-and-bust cycle that had characterized the state financial picture earlier. The Fiscal Year 1990 budget continues that commitment and includes a five-year financial forecast of Missouri's anticipated revenues and funds available for distribution. The forecast is based on intensive analysis of current economic trends and of long-term national and state economic forecasts and their impact on state revenues.

The Fiscal Year 1989 budget initiated a series of revenue enforcement actions through the Department of Revenue targeted at delinquent taxpayers. The success of those measures helped to increase state revenue collections over basic receipts attributable directly to economic growth. The Fiscal Year 1990 budget builds upon those revenue enforcement initiatives, expanding into new areas to further enforce compliance with state tax laws.

FISCAL YEAR 1990 CORE REDUCTIONS AND EMPLOYEE PAY PLAN

Since taking office in 1985, Governor Ashcroft has directed state agencies to examine their existing "core" budgets for efficiencies, reallocations or reductions. The "core reduction" mandate has succeeded each year in identifying savings that have been reallocated to other, higher-priority programs, thereby putting state resources to work for Missouri.

The Fiscal Year 1990 core reduction mandate focused on total personal service and expense and equipment core appropriations which were submitted at only 95 percent of the Fiscal Year 1989 level. If an agency wished to restore the remaining five percent, it was required to submit that request as a separate decision item distinct from the core budget request.

As a separate but related issue, the Governor also required each agency to incorporate a two percent cost of living increase for employees into the core budget request for personal services. The goal was to improve compensation for state employees and, to the greatest extent possible, to pay for the cost of living increase with actual reductions from Fiscal Year 1989 appropriations. In addition, programs not subject to the core reduction mandate were carefully scrutinized for cost savings.

The Fiscal Year 1990 core reduction strategy has been completed successfully with savings or reallocations totalling $30.1 million. The Governor's Executive Budget includes a beneficial state employee pay plan and, in addition, reallocations of $20.0 million from existing appropriations to high-priority programs.

The above below summarizes the Fiscal Year 1990 core reductions. It also includes one-time expenditures in Fiscal Year 1989 which were removed from Fiscal Year 1990 core budgets. These funds are also available for distribution in Fiscal Year 1990.

FISCAL YEAR 1990
CORE REDUCTIONS
(In Millions of Dollars)

Core Reduction Mandate	**$ 5.7**	
Other Core Reductions	**17.6**	
Core Reduction Initiatives		**$ 23.3**
One-Time Expenditures (FY89)		**6.8**
TOTAL CORE REDUCTIONS		**$ 30.1**
Less 2% COLA in Departments Subject to Core Reduction Mandate		**10.1**
BALANCE FOR APPROPRIATION		**20.0**

THE ECONOMIC OUTLOOK: STABLE EXPANSION

Since 1983, the U.S. economy has experienced the longest peacetime expansion in history. Missouri has both contributed to, and benefited from, the national expansion.

The stock market decline of October 1987 has proven not to be the precursor of recession that many feared at the time. Indeed, Real Gross National Product continues to grow at a steady pace in Fiscal Year 1989. Recent rises in interest rates and a slow increase in the rate of inflation indicate the need for some degree of caution regarding future economic growth. The continued increase in Missouri personal income, however, should provide a steady rate of general revenue growth through Fiscal Year 1990.

Personal Income

Since the two principle sources of Missouri state general revenue receipts are the individual income tax and the sales tax, the stability and growth of personal income is one of the key economic indicators for Missouri revenue growth. Trends in personal income are closely tied to both the individual income tax and to consumption which generates sales tax revenues.

Missouri is fortunate to have a diverse and resilient economy which has allowed sustained growth in personal income over the last five calendar years as the following chart indicates.

Strong personal income growth should sustain ongoing consumer spending and also continue to contribute to growth in individual income tax collections during Fiscal Year 1990.

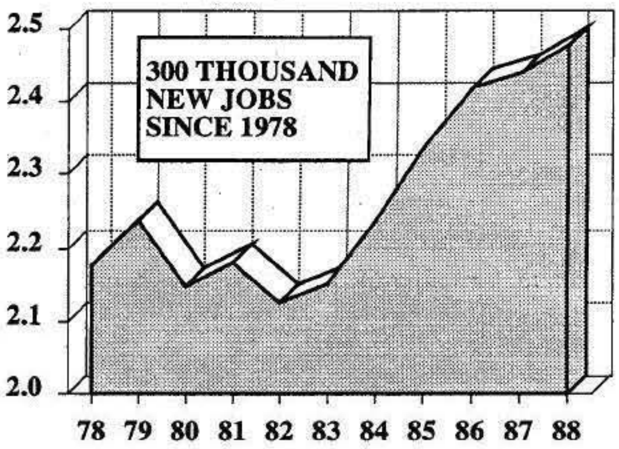
Calendar Year	Missouri Personal Income Growth
1985	6.7%
1986	5.8%
1987	6.1%
1988 (Estimated)	5.7%
1989 (Projected)	6.8%

Employment

Sustained growth in Missouri personal income is attributable in large part to a continued, healthy growth in Missouri employment. From June 1978 through June 1988, total Missouri civilian employment grew by more than 300,000 persons. The rate of growth has been particularly impressive since 1984. Moreover, the national unemployment rate continues to decline, reaching an eight-year low of 5.3 percent in November 1988. The unemployment rate in Missouri was even lower at 5.2 percent. The latest economic forecasts project a general continuation of this downward trend. Increased employment provides the fundamental economic base for growth and stability in state finances.

MISSOURI EMPLOYMENT

(MILLIONS OF JOBS IN JUNE OF EACH YEAR)



SOURCE: DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

Real Gross National Product

Growth in Real Gross National Product (RGNP) is an important indicator of strength in the national economy. RGNP has grown at such a rapid rate from the first quarter of 1987 through the second quarter of 1988 that some slowing should be anticipated. The summer drought of 1988 contributed to a slowing of RGNP during the last two quarters of calendar 1988. However, growth in non-farm output expanded by 3.2 percent in the third quarter of 1988 and is projected to rise at 3.4 percent in the fourth quarter of 1988. It is significant that the consensus "Blue Chip" report of 51 prominent economists — widely taken as authoritative in both business and public finance circles — recently upgraded its earlier 1989 RGNP growth estimate from a rate of 2.4 percent to a rate of 2.6 percent.

Revenue Estimates for Fiscal Years 1989 and 1990

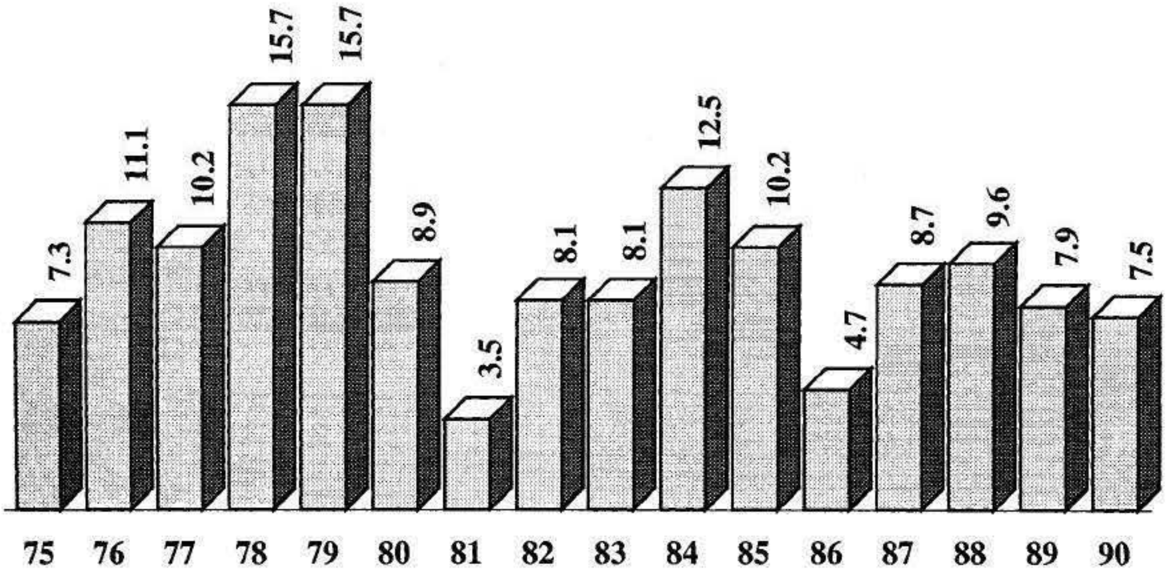
Over the past fifteen years, state revenues have grown every year. One of the challenges of the budget process is to analyze national and state economic conditions and, on that basis, to project revenue collection trends for the next fiscal year, a year that begins six months after the official revenue projections are issued and that ends eighteen months after the Executive Budget is printed.

The chart below traces actual and projected general revenue growth from Fiscal Year 1975 through Fiscal Years 1989 and 1990. The revised estimate of general revenue collections growth for Fiscal Year 1989 is 7.9 percent; general revenue collections are estimated to grow by 7.5 percent in Fiscal Year 1990. As the General Assembly deliberates the Fiscal Year 1990 budget, and during the course of that Fiscal Year, these estimates will be reviewed in accordance with more current economic information. Revisions to the estimate will be made as necessary.

FISCAL YEAR 1990 PLANNED EXPENDITURES

The Fiscal Year 1990 budget instructions required agencies to submit core budgets for personal service and expense and equipment at 95 percent of the Fiscal Year 1989 appropriation level, producing a submitted core reduction of $25.5 million, of which $19.8 million was restored or redirected and $5.7 million eliminated. Also

GENERAL REVENUE GROWTH RATES IN FISCAL YEARS 1975-1990
(PERCENT INCREASE FROM PREVIOUS YEAR)



SOURCE: OFFICE OF ADMINISTRATION

deducted were other core reductions of $17.6 million and Fiscal Year 1989 one-time expenditures of $6.8 million.

The base operating appropriations after core adjustments were $3,482.9 million, to which approved core restorations, desegregation payments, and a supplemental reserve were added. To this adjusted base were added $332.5 million in mandatory increases, cost-to-continue items, and discretionary increases for priority programs.

These increases include:

- $177.4 million in operating costs to continue existing programs, staff recently opened prisons, implement newly enacted legislation, meet increased Medicaid costs, and provide pay plan advancements.
- $136.6 million for high-priority program enhancements, including $50 million for the School Foundation Program, $3.2 million for additional support of Excellence in Education Act programs, $40.9 million for higher education, $2.8 million for economic development, and $39.7 million in other improvements.
- $18.5 million for capital improvements and maintenance and repair projects.

ANALYSIS OF REVENUE LIMITATION AMENDMENT

Calculations pursuant to Article X of the Missouri Constitution show that through Fiscal Year 1989, the long-term growth in tax revenues is less than the growth in Missouri personal income. According to Article X of the Missouri Constitution, no refund is indicated for Fiscal Year 1989. Fiscal Year 1990 revenues continue that trend and current calculations indicate that a refund will not be authorized in Fiscal Year 1990. Article X calculations are predicated on revenue estimates and on variable personal income figures supplied by the federal government. Future revisions to projected revenues or to total state personal income data could alter these indications.

FIVE-YEAR GENERAL REVENUE OVERVIEW

As was initiated in the Fiscal Year 1986 budget, the Fiscal Year 1990 budget balances resources and expenditures for the coming year and also provides forecasts for the four ensuing years. Analysis of major trends in the five-year overview highlight the future implications of decisions made in the coming legislative session. Programs funded through appropriation or enacted through legislation in the coming legislative session may require mandatory financial obligations in future years.

For the purposes of this projection, general revenue is estimated to grow at an average rate of seven percent annually during Fiscal Years 1991 through 1994. It is important to recognize the potential for an economic downturn during that period. For that or other reasons, revenue collections may vary from the projected seven percent rate in any given year. Our sound economic base and the relatively stable nature of general revenue growth in Missouri, however, make this growth rate a reasonable assumption for long-term projection purposes.

Equally important to future budgets is the state's cost of federal court-ordered desegregation payments for capital improvements and program operations. Under current court orders, the State's obligation for capital improvements will be extinguished in Fiscal Year 1991 for St. Louis regular capital, Fiscal Year 1991 for St. Louis magnet capital, and Fiscal Year 1992 for Kansas City magnet capital. The potential exists for a second phase capital improvements order in the Kansas City case in Fiscal Year 1992 of $200 million to $300 million.

It is possible that by Fiscal Year 1992 total desegregation obligations will decrease, which would provide additional resources for state services. However, future litigation in the Kansas City case could create a second upward spiral in total desegregation costs after Fiscal Year 1992.

With the passage of the constitutional amendment improving the Missouri Lottery, a stable flow of lottery receipts with moderate annual growth is anticipated.

The challenge for the legislative and executive branches over the next five years is to monitor closely and anticipate fiscal and economic trends, and respond to them with decisive action. The long duration of the nation's economic expansion leads many economists to predict a recession at some point in the future. At this time, however, the economy appears to have the necessary resiliency to continue growth although state policy makers continually will need to evaluate the economic factors that affect general revenue collections.

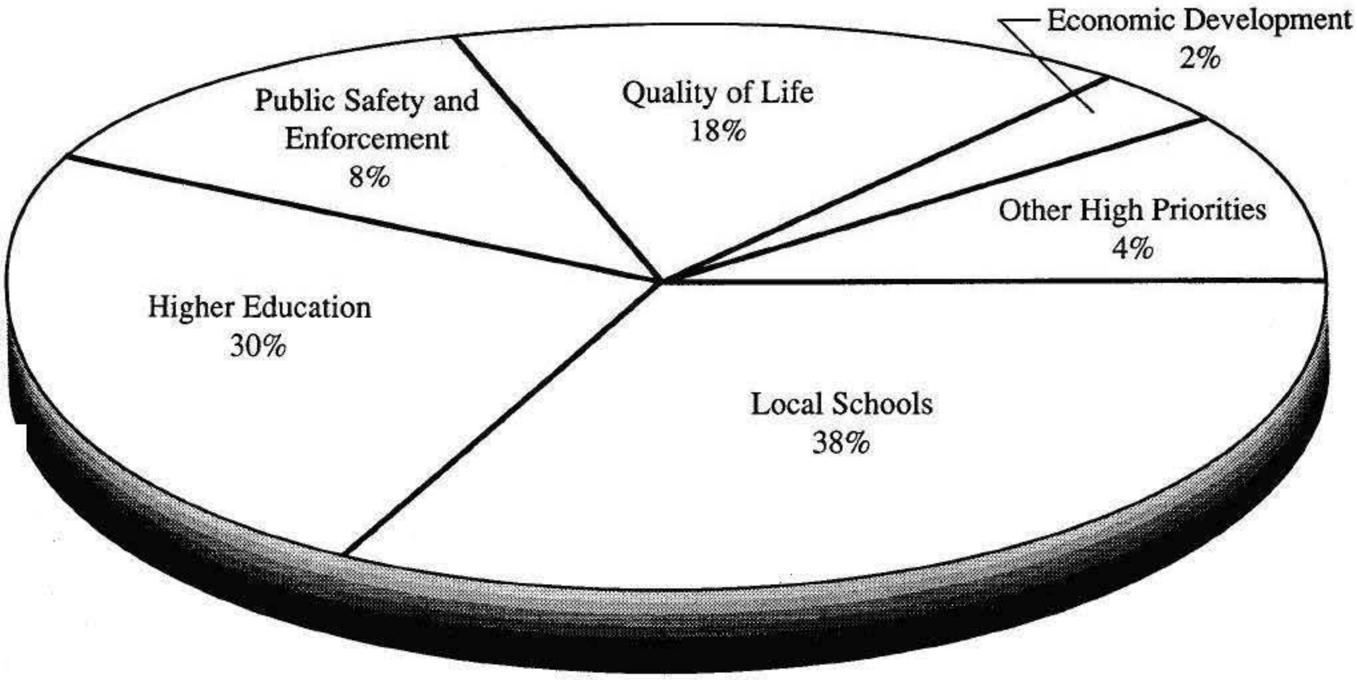
FIVE -YEAR GENERAL REVENUE OVERVIEW*

(MILLIONS)

	BUDGET YEAR		OUTLOOK		
	FY 1990	FY 1991	FY 1992	FY 1993	FY 1994
RESOURCES					
Beginning Balance	$ 12.8	$ 0.0	$ 0.0	$ 0.0	$ 0.0
Previous Year's Lapse	56.0	60.0	65.0	70.0	75.0
Revenue Collections/Transfers	3,988.8	4,268.0	4,566.8	4,886.5	5,228.5
Lottery Proceeds	62.6	67.0	71.7	76.7	82.1
Total Resources Available	$ 4,120.2	$ 4,395.0	$ 4,703.4	$ 5,033.1	$ 5,385.6
OBLIGATIONS					
Base Operating Appropriations	$ 3,482.9	$ 3,796.7	$ 4,023.8	$ 4,360.2	$ 4,666.4
Mandatory Increases	197.2	125.0	137.5	151.3	166.4
Program Enhancements	136.6	122.1	218.9	174.9	185.5
Capital Improvements	18.5	40.0	50.0	55.0	60.0
Court-Ordered Desegregation	250.0	271.2	228.2	241.7	257.2
Supplemental Reserve	35.0	40.0	45.0	50.0	50.0
Total Obligations	$ 4,120.2	$ 4,395.0	$ 4,703.4	$ 5,033.1	$ 5,385.6
Ending Balance	0.0	0.0	0.0	0.0	0.0

* Note: Future budget uncertainties that could alter projections include economic activity or business cycle fluctuations, the effect of any federal tax law changes, desegregation court orders, and new state legislation, among others.

PROGRAM ENHANCEMENTS FOR FY 1990



Total: $136.6 Million

This chart displays general revenue increases for program enhancements only in the operating budget of state government. New funds allocated to the "mandatory" portion of the budget, reallocation of base or "core" funds, and the capital improvements budget are not included.

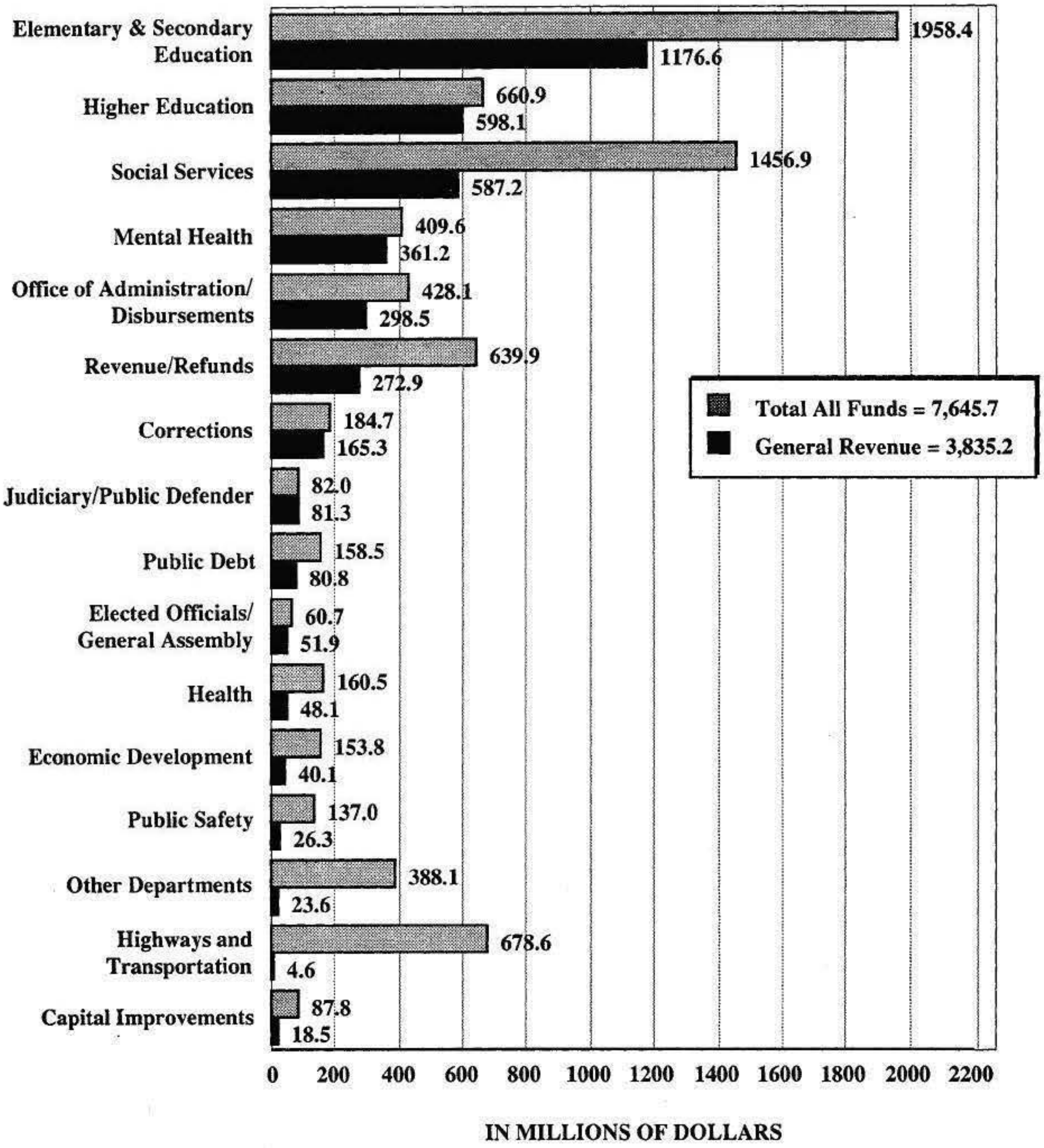
The Governor's budget allocates 68 percent of all available funds for program enhancements to **Education** — $52 million for local schools and $41 million for higher education. Together with other sources of direct state aid funded in other portions of the budget, the Governor recommends a total of $80.3 million in increased expenditures for public schools including $50 million in the school foundation program.

Programs which directly enhance the **Quality of Life** for Missourians receive 18 percent of available funds for such increases as mental health placements, aid to local health districts, various programs to support the care of children and the elderly, operation of a new veterans home, and environmental program improvements.

Public Safety and Enforcement programs receive eight percent of enhancement funds. These include enhancements for public protection programs in the corrections and public safety departments, Missouri courts, the public defender system, and tax collection enforcement initiatives.

Economic Development programs receive two percent of enhancement funds including major increases for advanced technology and loan and bond guarantees. Approximately four percent is targeted for **Other High Priorities** throughout state government. These include enhancements designed to make state agencies more effective and responsive to citizens.

FISCAL YEAR 1990 BUDGET RECOMMENDATIONS



GENERAL REVENUE RECEIPTS AND ESTIMATES

	Receipts FY 1987	Receipts FY 1988	Estimated FY 1989	Estimated FY 1990
Individual Income Tax	$1,444,014,703	$1,670,912,411	$1,818,500,000	$1,967,800,000
Sales and Use Tax	1,069,504,731	1,108,286,466	1,179,500,000	1,255,500,000
Corporate Income Tax	217,534,200	239,204,281	270,400,000	298,000,000
County Foreign Insurance Tax	116,506,482	118,833,612	124,000,000	131,200,000
Liquor Tax	19,691,797	18,580,477	19,000,000	19,000,000
Beer Tax	7,464,307	7,371,692	7,400,000	7,400,000
Corporation Franchise Tax	48,298,483	49,650,321	52,000,000	54,600,000
Inheritance Tax	32,774,162	29,426,648	31,000,000	32,500,000
Interest on Deposits and Investments	22,328,715	18,262,944	19,000,000	20,000,000
All Other Sources	147,026,808	163,513,032	172,500,000	185,500,000
Total General Revenue Collections	3,125,144,388	3,424,041,884	3,693,300,000	3,971,500,000
Transfers to General Revenue	$ 9,505,120	$ 18,705,859	$ 12,000,000	$ 12,000,000
Lottery Net Proceeds	80,000,100	63,047,009	56,200,000	62,600,000
Lottery Fund Balance	—	17,000,000	28,000,000	—
VIDEO Fund Sales Tax	—	—	2,667,500	5,335,000
Total General Revenue Available	$ 3,214,649,608	$ 3,522,794,752	$ 3,792,167,500	$ 4,051,435,000

GENERAL REVENUE SUMMARY

RESOURCES	FY 1988	FY 1989	FY 1990
Beginning Balance	$ 0	$ 10,304,903	$ 12,797,141
Previous Year's Lapse (1)	50,091,922	84,014,121	56,000,000
Revenue Collections (2)	3,424,041,884	3,680,000,000	3,952,000,000
Revenue Enforcement Actions (3)	0	13,300,000	19,500,000
VIDEO Fund Sales Tax(4)	0	2,667,500	5,335,000
Transfers to Fund	18,705,859	12,000,000	12,000,000
Lottery Net Proceeds	63,047,009	56,200,000	62,600,000
Lottery Sweep	17,000,000	28,000,000	0
Total Resources Available	$3,572,886,674	$3,886,486,524	$4,120,232,141
OBLIGATIONS			
Operating Appropriations (5)	$3,126,988,149	$ 3,313,770,289	$3,587,937,298
Refunds	208,985,198	220,000,000	228,800,000
Capital Appropriations	15,386,371	32,331,575	18,494,843
Supplementals/Increased Estimateds	42,059,314	56,694,699	35,000,000
Court-Ordered Payments - St. Louis (6)	93,957,886	129,000,000	150,000,000
Court-Ordered Payments - Kansas City (6)	64,107,617	121,500,000	100,000,000
Reserve for St. Louis Desegregation Capital Improvements (6)	5,801,060	0	0
Adjustments	5,296,176	392,820	0
Total Obligations	$3,562,581,771	$3,873,689,383	$4,120,232,141
Ending Balance	$ 10,304,903	$ 12,797,141	$ 0

(1)Unexpended appropriations are counted as a resource in the next fiscal year for budgeting purposes to avoid premature commitment of uncertain resources until actual lapses are known.

(2) Revenue collections plus revenue enforcement actions result in the following increases: 9.6 percent in Fiscal Year 1988, 7.9 percent in Fiscal Year 1989 and 7.5 percent in Fiscal Year 1990.

(3) The Governor's Fiscal Year 1990 recommendations expand on a package of initiatives begun in Fiscal Year 1989 to collect additional revenue owed the state.

(4) Senate Bill 709 passed by the Second Regular Session of the 84th General Assembly extended the sales tax to video rentals effective January 1, 1989 and earmarks a portion of the proceeds for satellite instructional television. Receipts deposited in the General Revenue Fund will be transferred to the VIDEO Fund. The Office of Administration estimates this portion of the proceeds will generate $5,335,000 in Fiscal Year 1990, the first full year of implementation.

(5) Operating approriations and refunds for Fiscal Year 1990 reflect a base of $3,482.9 million, $197.2 million in mandatory cost increases, and $136.6 million in program enhancements.

(6) Reflects most recent estimates for the St. Louis and Kansas City desegregation cases. These estimates will be affected by expenditure rates of the school districts as well as future decisions of the federal district and appellate courts. The Fiscal Year 1989 Kansas City estimate includes a refund of the unconstitutional income tax surcharge erroneously imposed by the federal district court. The Fiscal Year 1988 St. Louis estimate includes a reserve for unexpended capital improvements orders which are carried forward to Fiscal Year 1989.

REVENUE SHARING TRUST FUND SUMMARY

December 31, 1988

Revenue		
Total Receipts		$411,952,128
Estimated Interest Receipts Through June 30, 1989		8,663
Total Receipts Plus Interest		$411,960,791
Disbursements and Transfers		
Prior Years	$411,605,455	
Current Year	137,294	
Less: Total Disbursements and Transfers		411,742,749
Balance Available		$218,042
Unexpended Fiscal Year 1989 Appropriations		0
Projected Cash Balance June 30, 1989		$ 218,042

OPERATING AND CAPITAL BUDGET SUMMARY

House Bill		Prior Year Expenditure	Current Year Planned Expenditure	Governor's Recommendation FY 1990
1	Public Debt			
	General Revenue Fund	$ 75,375,332	$ 78,083,457	$ 80,838,558
	Federal Funds	0	0	0
	Other Funds	70,792,358	76,379,787	77,657,075
	Total	$ 146,167,690	$ 154,463,244	$ 158,495,633
2	Elementary and Secondary Education			
	General Revenue Fund (1)	$1,026,545,634	$1,118,925,707	$1,176,602,331
	Federal Funds	223,668,278	253,770,402	263,971,670
	Other Funds	479,952,092	491,218,830	517,873,080
	Total	$1,730,166,004	$1,863,914,939	$1,958,447,081
3	Higher Education			
	General Revenue Fund	$ 502,717,764	$ 551,754,090	$ 598,129,203
	Federal Funds	4,188,028	7,292,603	7,301,379
	Other Funds	34,079,875	56,557,772	55,459,870
	Total	$ 540,985,667	$ 615,604,465	$ 660,890,452
4	Revenue			
	General Revenue Fund	$ 245,543,928	$ 259,095,672	$ 272,856,779
	Federal Funds	84,181	593,890	614,595
	Other Funds	291,007,721	343,746,522	366,478,404
	Total	$ 536,635,830	$ 603,436,084	$ 639,949,778
5	Elected Officials			
	General Revenue Fund (2)	$ 24,241,772	$ 25,134,998	$ 30,470,299
	Federal Funds	117,176	422,615	405,684
	Other Funds	4,717,713	8,171,096	8,288,737
	Total	$ 29,076,661	$ 33,728,709	$ 39,164,720
5	Office of Administration			
	General Revenue Fund	$ 274,178,730	$ 275,511,352	$ 298,543,773
	Federal Funds	14,139,833	18,086,973	19,051,394
	Other Funds	90,834,808	97,836,150	110,488,924
	Total	$ 379,153,371	$ 391,434,475	$ 428,084,091
6	Judiciary			
	General Revenue Fund	$ 62,876,769	$ 65,249,507	$ 69,290,010
	Federal Funds	33,125	100,720	102,241
	Other Funds	69,975	70,000	70,000
	Total	$ 62,979,869	$ 65,420,227	$ 69,462,251
6	Public Defender			
	General Revenue Fund	$ 7,756,784	$ 7,987,356	$ 12,006,306
	Federal Funds	0	0	0
	Other Funds	99,825	100,000	500,000
	Total	$ 7,856,609	$ 8,087,356	$ 12,506,306

House Bill		Prior Year Expenditure	Current Year Planned Expenditure	Governor's Recommendation FY 1990
7	Agriculture			
	General Revenue Fund	$ 8,585,959	$ 9,661,356	$ 10,351,445
	Federal Funds	219,376	534,663	562,611
	Other Funds	11,608,442	14,235,420	14,546,929
	Total	$ 20,413,777	$ 24,431,439	$ 25,460,985
7	Conservation			
	General Revenue Fund	$ 0	$ 0	$ 0
	Federal Funds	0	0	0
	Other Funds	51,110,445	56,476,098	57,328,045
	Total	$ 51,110,445	$ 56,476,098	$ 57,328,045
7	Natural Resources			
	General Revenue Fund	$ 13,655,747	$ 12,055,559	$ 10,893,324
	Federal Funds	24,179,677	54,941,727	54,388,144
	Other Funds	59,713,739	126,717,975	131,666,245
	Total	$ 97,549,163	$193,715,261	$196,947,713
7	Economic Development			
	General Revenue Fund	$ 34,517,502	$ 36,358,636	$ 40,135,517
	Federal Funds	71,214,151	94,254,633	95,184,635
	Other Funds	18,876,522	17,543,665	18,515,049
	Total	$124,608,175	$148,156,934	$153,835,201
7	Labor and Industrial Relations			
	General Revenue Fund	$ 1,990,903	$ 2,255,298	$ 2,344,557
	Federal Funds	53,962,530	76,366,719	81,909,485
	Other Funds	17,532,041	23,734,226	24,065,438
	Total	$ 73,485,474	$102,356,243	$108,319,480
8	Highways and Transportation			
	General Revenue Fund	$ 3,898,500	$ 4,338,233	$ 4,628,085
	Federal Funds	6,357,880	7,474,453	7,671,363
	Other Funds	655,392,168	661,320,445	666,349,997
	Total	$665,648,548	$673,133,131	$678,649,445
8	Public Safety			
	General Revenue Fund	$ 16,817,688	$ 20,390,474	$ 26,333,499
	Federal Funds	13,932,125	21,618,408	21,901,617
	Other Funds	82,195,831	85,277,929	88,775,176
	Total	$112,945,644	$127,286,811	$137,010,292
9	Corrections and Human Resources			
	General Revenue Fund	$133,270,670	$151,532,491	$165,291,453
	Federal Funds	592,866	1,492,047	1,820,116
	Other Funds	11,967,554	13,025,551	17,614,120
	Total	$145,831,090	$166,050,089	$184,725,689

Budget Summary

House Bill		Prior Year Expenditure	Current Year Planned Expenditure	Governor's Recommendation FY 1990
10	Mental Health			
	General Revenue Fund	$ 310,238,793	$ 335,000,000	$ 361,230,097
	Federal Funds	22,443,834	33,534,893	42,234,309
	Other Funds	531,592	6,030,043	6,183,646
	Total	$ 333,214,219	$ 374,564,936	$ 409,648,052
10	Health			
	General Revenue Fund	$ 43,364,982	$ 44,540,623	$ 48,145,980
	Federal Funds	49,861,112	67,210,559	92,008,082
	Other Funds	14,099,359	19,999,864	20,323,675
	Total	$ 107,325,453	$ 131,751,046	$ 160,477,737
11	Social Services			
	General Revenue Fund	$ 491,521,151	$ 515,111,139	$ 587,236,141
	Federal Funds	700,124,602	745,027,506	836,104,285
	Other Funds	16,931,619	28,787,507	33,570,875
	Total	$1,208,577,372	$1,288,926,152	$1,456,911,301
12	General Assembly			
	General Revenue Fund	$ 18,604,911	$ 20,784,341	$ 21,409,941
	Federal Funds	0	25,000	25,000
	Other Funds	39,054	85,000	85,000
	Total	$ 18,643,965	$ 20,894,341	$ 21,519,941
13	Emergency and Supplemental Recommendations			
	General Revenue Fund		$ 41,694,699	
	Federal Funds		44,444,432	
	Other Funds		6,654,296	
	Total		$ 92,793,427	
	Total Operating Budget			
	General Revenue Fund	$3,295,703,519	$3,575,464,988	$3,816,737,298
	Federal Funds	1,185,118,774	1,427,192,243	1,525,256,610
	Other Funds	1,911,552,733	2,133,968,176	2,215,840,285
	Total	$6,392,375,026	$7,136,625,407	$7,557,834,193

Notes:

General revenue figures include the following transfers to funds noted:

(1) State School Moneys Fund	$ 958,399,613	$1,037,032,088	$1,084,494,588
Excellence in Education Fund	19,686,000	26,146,006	29,157,006
VIDEO Fund	0	0	5,335,000
(2) Attorney General's Court Cost Fund	185,824	185,000	185,000
Antitrust Revolving Fund	91,851	101,000	128,500
Debt Offset Escrow Fund	1,764,119	1,600,000	1,600,000

House Bill		Prior Year Expenditure*	Current Year Planned Expenditure	Governor's Recommendation FY 1990
17	Capital Improvements - Maintenance			
	General Revenue Fund	$ 0	$ 0	$ 0
	Federal Funds	597,500	366,500	558,953
	Other Funds	3,213,100	3,129,300	3,024,800
	Total	$ 3,810,600	$ 3,495,800	$ 3,583,753
18	Capital Improvements - CA 1 Maintenance			
	General Revenue Fund	$ 3,201,891	$ 7,271,317	$ 8,757,200
	Third State Building Fund	29,750,000	11,050,000	5,100,000
	Third State Building Trust Fund	0	2,827,900	3,520,200
	Other Funds	0	384,200	0
	Total	$ 32,951,891	$ 21,533,417	$ 17,377,400
19	Capital Improvements - Construction			
	General Revenue Fund	$ 12,184,480	$ 23,140,258	$ 9,737,643
	Federal Funds	2,242,900	405,927	17,258,300
	Third State Building Fund	5,250,000	1,950,000	900,000
	Third State Building Trust Fund	0	2,203,628	2,714,574
	Other Funds	55,633,951	45,316,800	36,251,550
	Total	$ 75,311,331	$ 73,016,613	$ 66,862,067
	Total Capital Improvements Budget			
	General Revenue Fund	$ 15,386,371	$ 30,411,575	$ 18,494,843
	Federal Funds	2,840,400	772,427	17,817,253
	Third State Building Fund	35,000,000	13,000,000	6,000,000
	Third State Building Trust Fund	0	5,031,528	6,234,774
	Other Funds	58,847,051	48,830,300	39,276,350
	Total	$ 112,073,822	$ 98,045,830	$ 87,823,220
GRAND TOTAL				
	General Revenue Total	$3,311,089,890	$ 3,605,876,563	$ 3,835,232,141
	Federal Funds	1,187,959,174	1,427,964,670	1,543,073,863
	Other Funds	2,005,399,784	2,200,830,004	2,267,351,409
	TOTAL ALL FUNDS	$ 6,504,448,848	$ 7,234,671,237	$ 7,645,657,413

*Prior year expenditure for capital improvements reflects Fiscal Year 1988 regular and emergency and supplemental appropriations.

EMERGENCY AND SUPPLEMENTAL RECOMMENDATIONS
FISCAL YEAR 1989

	GENERAL REVENUE	FEDERAL FUNDS	OTHER FUNDS	TOTAL
HOUSE BILL NO. 13				
EMERGENCY AND SUPPLEMENTAL				
Department of Elementary and Secondary Education	$ 103,055	$ 0	$ 848,885	$ 951,940
Department of Higher Education	699,660	0	0	699,660
Department of Revenue	3,042,574	0	261,913	3,304,487
Lieutenant Governor	15,000	0	0	15,000
Office of Administration	5,374,709	550,000	1,818,042	7,742,751
Public Defender	1,021,535	0	200,000	1,221,535
Department of Natural Resources	135,060	16,173	338,424	489,657
Department of Economic Development	343,232	0	244,612	587,844
Department of Labor and Industrial Relations	0	0	102,920	102,920
Department of Highways and Transportation	199,195	0	200,000	399,195
Department of Public Safety	89,886	0	288,250	378,136
Department of Corrections and Human Resources	2,685,588	0	2,351,250	5,036,838
Department of Mental Health	466,061	694,303	0	1,160,364
Department of Health	275,000	13,216,971	0	13,491,971
Department of Social Services	27,244,144	29,966,985	0	57,211,129
TOTAL HOUSE BILL 13	$41,694,699	$44,444,432	$6,654,296	$92,793,427

CAPITAL IMPROVEMENT RECOMMENDATIONS
FISCAL YEAR 1990

	GENERAL REVENUE	FEDERAL FUNDS	OTHER FUNDS	TOTAL
HOUSE BILL NO. 17				
CAPITAL MAINTENANCE				
Department of Natural Resources	$ 0	$ 0	$ 1,908,900	$ 1,908,900
Department of Labor and Industrial Relations	0	558,953	0	558,953
Department of Highways and Transportation	0	0	1,115,900	1,115,900
TOTAL HOUSE BILL 17	$ 0	$ 558,953	$ 3,024,800	$ 3,583,753
HOUSE BILL NO. 18				
CA 1 - MAINTENANCE				
Department of Elementary and Secondary Education	$ 468,400	$ 0	$ 372,300	$ 840,700
Department of Higher Education	4,328,700	0	2,939,100	7,267,800
Office of Administration	705,200	0	139,200	844,400
Department of Agriculture	9,800	0	126,200	136,000
Department of Natural Resources	0	0	40,300	40,300
Department of Economic Development	1,000	0	700	1,700
Department of Public Safety	233,000	0	812,300	1,045,300
Department of Corrections and Human Resources	1,640,600	0	614,100	2,254,700
Department of Mental Health	884,300	0	3,434,300	4,318,600
Department of Health	455,800	0	61,000	516,800
Department of Social Services	30,400	0	80,700	111,100
TOTAL HOUSE BILL 18	$ 8,757,200	$ 0	$ 8,620,200	$ 17,377,400
HOUSE BILL NO. 19				
CAPITAL CONSTRUCTION				
Department of Higher Education	$ 750,000	$ 0	$ 0	$ 750,000
Office of Administration	1,265,993	0	16,592	1,282,585
Department of Conservation	0	0	26,000,000	26,000,000
Department of Natural Resources	0	0	8,232,350	8,232,350
Department of Economic Development	2,750,000	0	0	2,750,000
Department of Labor and Industrial Relations	0	3,428,100	0	3,428,100
Department of Highways and Transportation	0	0	3,791,800	3,791,800
Department of Public Safety	4,896,762	13,830,200	26,938	18,753,900
Department of Corrections and Human Resources	0	0	179,900	179,900
Department of Mental Health	0	0	1,400,000	1,400,000
Department of Health	68,472	0	100,164	168,636
Department of Social Services	6,416	0	118,380	124,796
TOTAL HOUSE BILL 19	$ 9,737,643	$ 17,258,300	$ 39,866,124	$ 66,862,067
GRAND TOTAL FOR CAPITAL IMPROVEMENTS	$ 18,494,843	$ 17,817,253	$ 51,511,124	$ 87,823,220

PUBLIC DEBT

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 84,066	$ 108,882	$ 145,832	$ 110,750
Bond Issuance Costs	123,775	150,000	150,000	150,000
Water Pollution Control Bonds	38,990,847	43,161,091	47,515,719	47,515,719
Third State Building Bonds	106,969,002	111,043,271	110,719,164	110,719,164
TOTAL	$ 146,167,690	$ 154,463,244	$ 158,530,715	$ 158,495,633
General Revenue Fund	75,375,332	78,083,457	80,873,640	80,838,558
Water Pollution Control Bond and Interest Fund	18,821,331	20,620,389	22,073,202	22,073,202
Third State Building Bond Interest and Sinking Fund	51,847,252	55,609,398	55,433,873	55,433,873
Water Pollution Control Fund	41,404	150,000	150,000	150,000
Third State Building Bond Fund	82,371	0	0	0

POLICY SUMMARY

The people of the State of Missouri, through voter-approved amendments to the Missouri Constitution, have authorized state general obligation debt of two types: water pollution control bonds and third state building bonds. As of December 1988, Missouri has issued, excluding refunding issuance, $239.5 million in water pollution control bonds and $600 million in third state building bonds.

Water Pollution Control Bonds

The Governor recommends $4.9 million general revenue for the first year's principal and interest payments on an additional $35 million of bonds to be issued in late 1989. In November 1988, Missouri voters approved Constitutional Amendment No. 5 which authorized the sale of an additional $275 million in bonds for water pollution and stormwater projects and for improvements to drinking water systems. Funds raised through the sale of water pollution control bonds are used to help local governments construct wastewater treatment facilities. These infrastructure improvements support local economic development and protect Missouri's waterways from pollution.

Third State Building Bonds

The Governor recommends $55.3 million general revenue for debt service on third state building bonds currently outstanding. With the final $75 million issuance on December 1, 1987, all $600 million in third state building bonds authorized by Missouri voters in 1982 have been issued. Annual debt service for third state building bonds will decline after Fiscal Year 1989 as the bonds are retired.

ADMINISTRATION OF PUBLIC DEBT

The Board of Fund Commissioners administers the bonded indebtedness of the state. The Board is comprised of the following members pursuant to Section 33.300 RSMo: Governor, Attorney General, State Auditor, State Treasurer and Commissioner of Administration. Administrative expenses are associated with the sale and processing of the state's general obligation bonds. The Board directs the payment of principal and interest on the state debt and processes the redemption and cancellation of state bonds. Each of the general obligation bonds issued by the State of Missouri is rated Triple-A by Moody's Investors Service and Standard & Poor's Corporation.

Fiscal Year 1990 Governor's Recommendations

o $1,868 for pay plan.

H.B. Sec. 1.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 25,581	$ 26,093	$ 27,961
Expense and Equipment	58,485	82,789	82,789
TOTAL			
General Revenue Fund	$ 84,066	$ 108,882	$ 110,750
Full-time equivalent employees	2.00	1.40	1.40

BOND ISSUANCE COSTS

The Board of Fund Commissioners incurs administrative and transactions costs in issuing water pollution control bonds and third state building bonds. These costs include financial advisors, bond counsel, printing of bonds, and rating and paying agent fees.

Fiscal Year 1990 Governor's Recommendations

o $150,000 to cover issuance costs for the proposed $35 million of water pollution control bonds.

H.B. Sec. 1.070	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Water Pollution Control Fund	$ 41,404	$ 150,000	$ 150,000
Third State Building Bond Fund	82,371	0	0
TOTAL	$ 123,775	$ 150,000	$ 150,000

WATER POLLUTION CONTROL BONDS DEBT SERVICE

Missouri voters have authorized the state to sell $350 million in water pollution control bonds under the provisions of Article III, Section 37, Missouri Constitution. Increments of bonds are then authorized by the General Assembly and issued on a cash-as-needed basis to fund wastewater treatment projects approved by the Missouri Clean Water Commission. Currently, $239.5 million in bonds, excluding refunding issuances, have been issued. General revenue is transferred to the water pollution control bond and interest fund one year in advance of its appropriation for principal and interest payments.

Fiscal Year 1990 Governor's Recommendations

- $20,558,717 for the transfer of general revenue for debt service on water pollution control bonds currently outstanding.
- $20,585,702 to be paid from the water pollution control bond and interest fund for principal and interest payments.

H.B. Sec. 1.020, 1.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Transfer from General Revenue Fund	$ 20,169,516	$ 22,540,702	$ 20,558,717
Water Pollution Control Bond and Interest Fund	18,821,331	20,620,389	20,585,702
TOTAL	$ 38,990,847	$ 43,161,091	$ 41,144,419

SUMMARY OF WATER POLLUTION CONTROL BOND ISSUANCES

Issuance	Final Maturity Fiscal Year	Principal Amount Issued	Principal Amount Repaid	Principal Amount Refunded	Principal Outstanding as of 1/1/89
SERIES A 1972	1997	$ 20,000,000	$10,420,000	$ --	$ 9,580,000
SERIES A 1974	1999	8,000,000	3,310,000	--	4,690,000
SERIES B 1974	1995	15,000,000	8,570,000	--	6,430,000
SERIES A 1977	1997	31,494,240	13,174,240	--	18,320,000
SERIES A 1981	Refunded	20,000,000	3,060,000	16,940,000	0
SERIES A 1983	2008	20,000,000	1,410,000	--	18,590,000
SERIES B 1983	Refunded	10,000,000	375,000	9,625,000	0
SERIES A 1985	Refunded	20,000,000	425,000	19,575,000	0
SERIES A 1986	2011	60,000,000	1,990,000	--	58,010,000
SERIES B 1987	2013	35,000,000	475,000	--	34,525,000
Totals Excluding Refunding Issuance		$239,494,240	$43,209,240	$46,140,000	$150,145,000
SERIES A 1987 REFUNDING	2010	49,715,000	1,205,000	--	48,510,000
Totals Including Refunding Issuance		$289,209,240	$44,414,240	$46,140,000	$198,655,000

WATER POLLUTION CONTROL BONDS DEBT SERVICE (Continued)

WATER POLLUTION CONTROL BONDS
COMPOSITE SCHEDULE OF DEBT SERVICE REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
1973	$ 570,000.00	$ 930,188.68	$ 1,500,188.68
1974	485,000.00	986,240.00	1,471,240.00
1975	705,000.00	1,751,569.56	2,456,569.56
1976	1,105,000.00	2,145,455.00	3,250,455.00
1977	1,160,000.00	2,080,357.50	3,240,357.50
1978	2,129,240.00	3,259,522.70	5,388,762.70
1979	2,240,000.00	3,405,992.50	5,645,992.50
1980	2,355,000.00	3,278,505.00	5,633,505.00
1981	2,475,000.00	3,146,440.00	5,621,440.00
1982	3,135,000.00	4,730,807.06	7,865,807.06
1983	3,165,000.00	4,694,670.00	7,859,670.00
1984	3,580,000.00	6,591,015.00	10,171,015.00
1985	3,915,000.00	6,805,965.00	10,720,965.00
1986	4,325,000.00	8,378,860.00	12,703,860.00
1987	4,650,000.00	10,567,758.28	15,217,758.28
1988	4,840,000.00	11,131,392.44	15,971,392.44
1989	6,805,000.00	13,815,388.63	20,620,388.63
1990	7,225,000.00	14,848,201.13	22,073,201.13
1991	8,125,000.00	15,830,016.13	23,955,016.13
1992	8,635,000.00	15,268,711.13	23,903,711.13
1993	9,185,000.00	14,670,529.88	23,855,529.88
1994	9,785,000.00	14,028,762.38	23,813,762.38
1995	10,430,000.00	13,369,096.13	23,799,096.13
1996	9,790,000.00	12,724,933.63	22,514,933.63
1997	10,385,000.00	12,099,214.88	22,484,214.88
1998	7,165,000.00	11,539,694.88	18,704,694.88
1999	7,705,000.00	11,026,609.88	18,731,609.88
2000	7,720,000.00	10,466,282.38	18,186,282.38
2001	8,305,000.00	9,888,404.88	18,193,404.88
2002	8,450,000.00	9,276,482.38	17,726,482.38
2003	9,105,000.00	8,628,247.38	17,733,247.38
2004	9,825,000.00	7,923,104.88	17,748,104.88
2005	10,585,000.00	7,158,177.38	17,743,177.38
2006	11,455,000.00	6,335,433.69	17,790,433.69
2007	12,370,000.00	5,453,535.00	17,823,535.00
2008	13,360,000.00	4,488,762.50	17,848,762.50
2009	12,385,000.00	3,455,220.00	15,840,220.00
2010	11,080,000.00	2,588,787.50	13,668,787.50
2011	10,020,000.00	1,803,795.00	11,823,795.00
2012	5,345,000.00	1,210,757.50	6,555,757.50
2013	5,805,000.00	760,542.50	6,565,542.50
2014	2,965,000.00	400,137.50	3,365,137.50
2015	3,225,000.00	137,062.50	3,362,062.50
TOTAL	$278,069,240.00*	$303,080,630.37	$581,149,870.37

* Total principal includes refunding excess of $3,575,000, which does not count toward the $350 million Constitutional authorization.

WATER POLLUTION CONTROL BONDS BUDGET YEAR ISSUANCE

This appropriation provides principal and interest on water pollution control bonds recently authorized by the General Assembly. These funds are transferred from general revenue one year in advance of their appropriation for payment of principal and interest.

Fiscal Year 1990 Governor's Recommendations

- $4,883,800 for the first year's debt service on an additional $35 million in bonds to be issued in Fiscal Year 1990.
- $1,487,500 for interest payments from the water pollution control bond interest fund.

H.B. Sec. 1.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Transfer from General Revenue Fund	$ 0	$ 0	$ 4,883,800
Water Pollution Control Bond and Interest Fund	0	0	1,487,500
TOTAL	$ 0	$ 0	$ 6,371,300

THIRD STATE BUILDING BONDS DEBT SERVICE

In June 1982 Missouri voters approved $600 million in Third State Building Bonds to be used for capital improvement projects at state facilities and for specific types of local economic development projects (Article III, Section 37(d), Missouri Constitution). The General Assembly authorized issuance of $75 million for Fiscal Year 1983; $50 million for Fiscal Year 1984; $75 million for Fiscal Year 1985; and $400 million for Fiscal Year 1986. Bonds were then sold on a cash-as-needed basis to meet scheduled construction timetables. With the final sale of $75 million on December 1, 1987 all $600 million in voter-approved bonds have been issued.

This appropriation provides for principal and interest payments on third state building bonds now outstanding. The money is transferred from general revenue to the third state building bond interest and sinking fund one year in advance of its appropriation.

Fiscal Year 1990 Governor's Recommendations

- $55,285,291 for the transfer of general revenue for debt service on third state building bonds currently outstanding.
- $55,433,873 to be paid from the third state building bond interest and sinking fund for principal and interest payments.

H.B. Sec. 1.050, 1.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Transfer from General Revenue Fund	$ 55,121,750	$ 55,433,873	$ 55,285,291
Third State Building Bond Interest and Sinking Fund	51,847,252	55,609,398	55,433,873
TOTAL	$ 106,969,002	$ 111,043,271	$ 110,719,164

SUMMARY OF THIRD STATE BUILDING BOND ISSUANCES

Issuance	Final Maturity Fiscal Year	Principal Amount Issued	Principal Amount Repaid	Principal Amount Refunded	Principal Outstanding as of 1/1/89
SERIES A 1983	2008	$ 40,000,000	$ 2,820,000	$ --	$ 37,180,000
SERIES B 1983	Refunded	35,000,000	1,325,000	33,675,000	0
SERIES A 1984	Refunded	50,000,000	1,870,000	48,130,000	0
SERIES A 1985	Refunded	75,000,000	1,625,000	73,375,000	0
SERIES A 1986	2011	325,000,000	10,790,000	--	314,210,000
SERIES B 1987	2013	75,000,000	1,015,000	--	73,985,000
Totals Excluding Refunding Issuance		$600,000,000	$19,445,000	$155,180,000	$425,375,000
SERIES A 1987 REFUNDING	2010	170,115,000	4,100,000	--	166,015,000
Totals Including Refunding Issuance		$770,115,000	$23,545,000	$155,180,000	$591,390,000

THIRD STATE BUILDING BONDS DEBT SERVICE

THIRD STATE BUILDING BONDS
COMPOSITE SCHEDULE OF DEBT SERVICE REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
1984	$ 470,000.00	$ 4,842,987.50	$ 5,312,987.50
1985	1,490,000.00	11,034,230.00	12,524,230.00
1986	2,270,000.00	17,725,712.50	19,995,712.50
1987	2,745,000.00	30,902,276.22	33,647,276.22
1988	5,865,000.00	36,209,164.83	42,074,164.83
1989	11,430,000.00	44,179,397.16	55,609,397.16
1990	12,280,000.00	43,153,872.16	55,433,872.16
1991	13,235,000.00	42,050,290.91	55,285,290.91
1992	14,230,000.00	40,861,909.66	55,091,909.66
1993	15,250,000.00	39,588,328.41	54,838,328.41
1994	16,400,000.00	38,220,397.16	54,620,397.16
1995	17,640,000.00	36,827,635.91	54,467,635.91
1996	18,945,000.00	35,400,139.66	54,345,139.66
1997	20,350,000.00	33,976,939.66	54,326,939.66
1998	21,840,000.00	32,544,372.16	54,384,372.16
1999	23,435,000.00	30,986,952.16	54,421,952.16
2000	25,165,000.00	29,286,592.16	54,451,592.16
2001	27,005,000.00	27,443,434.66	54,448,434.66
2002	27,295,000.00	25,500,994.66	52,795,994.66
2003	29,355,000.00	23,451,859.66	52,806,859.66
2004	31,580,000.00	21,231,387.16	52,811,387.16
2005	33,960,000.00	18,832,172.16	52,792,172.16
2006	36,545,000.00	16,276,033.58	52,821,033.58
2007	39,365,000.00	13,575,362.50	52,940,362.50
2008	42,390,000.00	10,607,575.00	52,997,575.00
2009	41,575,000.00	7,413,585.00	48,988,585.00
2010	36,970,000.00	4,634,497.50	41,604,497.50
2011	33,185,000.00	2,156,700.00	35,341,700.00
2012	6,080,000.00	741,510.00	6,821,510.00
2013	6,590,000.00	253,715.00	6,843,715.00
TOTAL	$614,935,000.00*	$719,910,025.10	$1,334,845,025.10

* Total principal includes refunding excess of $14,935,000, which does not count toward the $600 million Constitutional authorization.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Division of General Administration	$1,485,095,923	$1,581,621,966	$1,699,974,164	$1,664,410,620
Division of Instruction	73,678,632	76,056,478	90,770,490	82,974,227
Division of Urban and Teacher Education	713,794	1,548,062	1,994,304	839,060
Division of Vocational Rehabilitation	44,530,634	58,045,595	64,866,481	63,745,834
Division of Vocational and Adult Education	60,041,838	67,592,798	71,840,921	66,231,977
Division of Special Education	39,877,533	46,365,509	50,902,502	47,050,067
Missouri School for the Deaf	3,573,815	4,653,460	5,944,280	4,838,740
Missouri School for the Blind	3,680,601	4,926,401	5,448,102	5,100,279
Schools for the Severely Handicapped	18,738,807	22,651,671	29,736,120	22,767,429
Missouri Advisory Council on Vocational Education	108,344	201,454	238,805	229,418
Missouri Occupational Information Commission	126,083	251,545	268,048	259,430
DEPARTMENTAL TOTAL	$1,730,166,004	$1,863,914,939	$2,021,984,217	$1,958,447,081
General Revenue Fund	48,466,021	55,747,613	72,589,434	57,615,737
Federal Funds	223,668,278	253,770,402	264,432,579	263,971,670
State School Moneys Fund*	1,039,033,848	1,095,083,568	1,203,988,328	1,144,420,718
Excellence in Education Fund**	18,877,232	28,070,006	39,830,526	30,581,006
School District Trust Fund	370,226,586	394,400,000	394,400,000	419,641,600
Fair Share Fund	26,191,226	26,100,000	26,100,000	26,100,000
State Public School Fund	3,320,746	10,000,000	10,000,000	10,000,000
School for the Deaf Trust Fund	12,525	50,000	50,000	50,000
School for the Blind Trust Fund	354,392	500,000	500,000	500,000
Handicapped Children's Trust Fund	15,150	25,000	25,000	25,000
State Schools Textbook Fund	0	168,350	168,350	168,350
VIDEO Fund***	0	0	9,900,000	5,335,000
State Treasurer Institutions Gift Trust Fund	0	0	0	38,000
Full-time equivalent employees	1,895.98	2,086.90	2,171.78	2,095.90

* State school moneys fund amounts include the following transfers from general revenue: $958,399,613 in prior year expenditure; $1,037,032,088 in current year planned expenditure; and $1,084,494,588 in Governor recommends for Fiscal Year 1990.

** Excellence in education fund amounts include the following transfers from general revenue: $19,686,000 in prior year expenditure; $26,146,006 in current year planned expenditure; and $29,157,006 in Governor recommends for Fiscal Year 1990.

*** VIDEO fund amount includes a transfer from general revenue of $5,335,000 in Governor recommends for Fiscal Year 1990.

POLICY SUMMARY

The Governor's recommendation provides a total of $1,958,447,081 for the Department of Elementary and Secondary Education, an increase of $94,532,142 over Fiscal Year 1989. Sources of state assistance will provide over $80.3 million in new revenue for school districts during Fiscal Year 1990.

SCHOOL FOUNDATION PROGRAM

The Governor recommends a $50 million increase in the School Foundation program. Direct state aid through the School Foundation program will total $1,100,500,000, representing a 51 percent increase in the program since Fiscal Year 1985.

Together with other sources of state aid, local schools in Fiscal Year 1990 will receive $1,631,319,829 in direct state aid as follows:

School Foundation Program	$1,100,500,000
Proposition C Sales Tax	419,641,600
Fair Share Cigarette Tax	26,100,000
Free Textbook Funds	57,500,000
Excellence in Education Programs	27,578,229
TOTAL	$1,631,319,829

EXCELLENCE IN EDUCATION

The Governor recommends $30,581,006 to fund Excellence in Education programs during Fiscal Year 1990 of which $27,578,229 will flow directly to public schools. The recommendation is composed of appropriations from the Excellence in Education fund as follows:

Excellence Programs for Local Schools		
o Career Ladder	$12,000,000	
o Minimum Salary Supplements	7,504,379	
o Incentive Grants	4,000,000	
o Tuition Reimbursement	3,600,000	
o Professional Development	473,850	
		$27,578,229
Other Excellence Programs		
o Operations	$ 788,344	
o Revolving Fund	300,000	
o Scholarship Program	260,000	
o Pupil Testing	861,948	
o Career Ladder--State Schools	550,201	
o Minimum Salary--State Schools	18,284	
o Incentive Grants--State Schools	224,000	
		3,002,777
TOTAL		$30,581,006

Excellence in Education programs are financed by a general revenue transfer into the Excellence in Education fund. The Fiscal Year 1990 general revenue transfer is $29,157,006, an increase of $3,011,000 over Fiscal Year 1989.

POLICY SUMMARY (Continued)

The major funding recommendations for Excellence in Education programs are described below:

Career Ladder: The Governor recommends a total of $12 million for the Career Ladder program, an increase of $2 million over the Fiscal Year 1989 appropriation. The program provides salary supplements of $1,500 for teachers in the first career stage, $3,000 for teachers in the second career stage, and $5,000 for teachers in the third stage. During Fiscal Year 1990, approximately 7,600 teachers in 170 school districts will participate at all three stages of the Career Ladder program.

Minimum Salary Supplements: The Governor recommends $7,504,379 for the Minimum Salary Supplement program, an increase of $1.2 million over Fiscal Year 1989 funding. This program will guarantee salaries of at least $18,000 for Missouri public school teachers in the 1989-90 school year. To qualify for minimum salary distribution payments, a school district must have teachers with salaries below the established level, maintain a regular salary schedule, and continue to pay teachers the district base pay plus appropriate annual increases. It is estimated that over 4,277 teachers in 330 districts will receive supplements in Fiscal Year 1990.

Incentive Grants: The Governor recommends $4 million for matching and non-matching grants under the Incentives for School Excellence program. In Fiscal Year 1989, 1,270 grant applications were received and 497 were approved and funded. The Department of Elementary and Secondary Education evaluates and makes exemplary projects available to other school districts for replication.

Tuition Reimbursement: The Governor recommends $3.6 million to provide reimbursement to Missouri teachers who successfully complete approved coursework at a Missouri higher education institution. The Department estimates that approximately 18,000 teachers will apply for reimbursement of up to $200 per approved three-hour course successfully completed.

Professional Development: The Governor recommends $473,850 to continue providing financial support and incentives to school districts who implement a comprehensive program to assist beginning teachers through an approved professional development plan. It is estimated that school districts will receive reimbursements for 6,209 first and second year teachers that participate in ongoing programs of professional development.

Pupil Testing: The Governor recommends $861,948 to continue to refine and disseminate the key skills and criterion-referenced tests called for in the Excellence in Education Act. As mandated by the Act, the Department has published yearly results of the tests administered to a statewide sample of students in grades 3, 6, 8, and 10. The results of these tests enable the Department, teachers, and administrators to assess the degree to which individual and groups of students have mastered key skills and provide valuable indicators of areas where instructional improvement is needed. Results from the random sampling done in spring 1988 indicate that scores by subject matter and grade level were 8 to 37 points above the 1987 average scores of 300.

Teacher Education Scholarships: The Governor recommends $260,000 for the Teacher Education Scholarship program. The program provides 260 teacher education students with $2,000 one-year scholarships. State funds are matched by participating Missouri colleges or universities. Eligible recipients must be at or above the 85th percentile on an accepted standardized test or must have achieved a high school rank at or above the 85th percentile and be accepted into an approved teacher education program. For each year up to five years that the recipient teaches in a Missouri public school, one-fifth of the amount received under the program is forgiven.

INSTRUCTIONAL IMPROVEMENT

The Governor recommends $199,000 for five additional curriculum supervisors in the Division of Instruction to provide assistance upon request to school districts in developing curriculum and improving instruction. Three supervisors in the areas of mathematics, science, and language arts will provide special materials, consultative services, and in-service training to teachers. A library supervisor will provide technical assistance to school librarians to improve the quality and effectiveness of school resource centers. A gifted education supervisor will provide assistance to public schools in establishing and enhancing gifted student education and will also coordinate the activities of the Missouri Scholars Academy. This additional professional staffing will enable the current curriculum staff to expand services in other academic subject areas upon request by school districts.

MISSOURI SCHOLARS ACADEMY

The Governor recommends $371,283 for the Missouri Scholars Academy, an increase of $25,921 over Fiscal Year 1989 funding which will allow for an increase in participation from 300 to 350 attendees. The Missouri Scholars Academy is a three-week summer institute held on the University of Missouri-Columbia campus. The Academy provides a unique and highly challenging summer experience for Missouri's highly gifted high school students between their tenth and eleventh grade.

VIDEO INSTRUCTIONAL DEVELOPMENT AND EDUCATIONAL OPPORTUNITY PROGRAM (SB 709)

The Governor recommends an estimated $5,335,000 for the Video Instructional Development and Educational Opportunity Program as provided by Senate Bill 709 passed by the Second Regular Session of the 84th General Assembly. This program creates a system for awarding grants to local schools and colleges to increase their course offerings through satellite television. Grants are funded from sales tax revenue generated from the rental of video movies, and therefore, a corresponding general revenue transfer to the VIDEO fund is required. Included in this recommendation is $105,920 for three staff to administer grants, coordinate the development of instructional programs, provide technical assistance, and monitor and evaluate grant projects.

VOCATIONAL EDUCATION

The Governor recommends a total of $53,611,332 for the vocational education distribution that provides financial support to over 5,500 vocational programs located in 455 high schools, area vocational schools and junior colleges.

Effectiveness Formula: The Governor recommends that an additional $1.2 million be allocated to Area Vocational Technical Schools through the Effectiveness Index Formula. This funding mechanism rewards schools by providing financial incentives for programs which have high placement and labor market demand. With this recommendation, the total distribution of vocational education funds through the Index will total $5.1 million.

"At-Risk" Centers in Area Vocational Schools: The Governor recommends $230,000 to establish five additional "At-Risk" centers in area vocational schools or comprehensive high schools, bringing the total number of centers to twenty-five. Funding will assist schools in implementing drop-out prevention programs for "at risk" youth, and will allow dropouts an opportunity to re-enter school, complete requirements for a high school diploma or General Education Development diploma as well as benefit from vocational training.

School Age Child Care Grants: The Governor recommends $162,500 in state and federal funds to assist school districts in establishing school-age child care programs. Currently, 36 school districts are involved in school-age child care, either under their own authority or in a partnership arrangement with a non-profit agency. An additional 151 school districts have requested information or technical assistance on establishing a school-age child care program. The funds will provide assistance to local schools for implementation of before- or after-school care programs.

ADULT BASIC EDUCATION

The Governor recommends $4,438,683 in state and federal funds for Adult Basic Education programs, an increase in state funding of $152,000 over Fiscal Year 1989. This program provides reimbursements to local educational agencies that provide approved programs of basic education services to persons 16 years of age or older who are out of school and who have less than a high school education. Since Fiscal Year 1985, state funding for these programs has increased over 117 percent while federal funding has remained constant. It is estimated that nearly 32,000 adults will be served through local basic education classes during Fiscal Year 1990.

POLICY SUMMARY (Continued)

ASSISTANCE TO DISABLED MISSOURIANS

Sheltered Workshops: The Governor recommends $9,313,858 in general revenue for the Sheltered Workshop program, an increase of $150,224 over Fiscal Year 1989. This funding represents a 41 percent increase since Fiscal Year 1985. The Sheltered Workshop program provides a controlled work environment designed to enable handicapped people to be employed and develop working relationships with other handicapped and non-handicapped persons. The Governor's recommendation will provide reimbursements of $7 per day for 6,200 sheltered workshop employees.

Personal Care Assistance: The Governor recommends $473,993 for the Personal Care Assistance program, an increase of $83,150 over Fiscal Year 1989. These funds will enable 57 handicapped Missourians to live more independently, maintain their current employment, or become employable. In many cases these funds will enable handicapped persons to reside in a non-institutional or unsupervised residential setting, thus reducing the costs required for nursing home care.

Vocational Rehabilitation Grant: The Governor recommends $37,510,717 in general revenue and federal funds, an increase of $4,264,567 including $938,205 in general revenue. These funds provide needed services involving diagnosis, physical restoration, training, placement, and related services to disabled individuals in a planned effort to bring disabled individuals into the competitive labor market. It is estimated that these funds will provide services to 19,350 disabled Missourians.

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 4,277,447	$ 6,273,359	$ 7,047,272	$ 6,595,683
Excellence in Education Programs	16,582,397	24,638,229	36,209,379	27,838,229
State Public School Fund	3,320,746	10,000,000	10,000,000	10,000,000
School Foundation Program Distribution	999,999,992	1,050,500,000	1,152,482,405	1,100,500,000
Fair Share Distribution	26,191,226	26,100,000	26,100,000	26,100,000
School District Trust Fund Distribution	370,226,586	394,400,000	394,400,000	419,641,600
School Food Services	64,451,803	69,664,358	73,696,108	73,696,108
Special School Advisors	45,726	46,020	39,000	39,000
DIVISIONAL TOTAL	$1,485,095,923	$1,581,621,966	$1,699,974,164	$1,664,410,620
PERSONAL SERVICE				
General Revenue Fund	1,583,367	2,587,372	3,127,693	2,997,507
Federal Funds	805,040	1,776,878	1,638,993	1,626,654
Excellence in Education Fund	279,995	389,827	445,582	411,518
EXPENSE AND EQUIPMENT				
General Revenue Fund	520,030	542,319	829,041	589,041
Federal Funds	498,665	618,063	647,063	612,063
Excellence in Education Fund	590,350	358,900	358,900	358,900
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	4,676,267	3,926,878	3,919,858	3,919,858
Federal Funds	59,821,262	65,783,500	69,815,250	69,815,250
Excellence in Education Fund	16,582,397	24,638,229	36,209,379	27,838,229
State Public School Fund	3,320,746	10,000,000	10,000,000	10,000,000
State School Moneys Fund	999,999,992	1,050,500,000	1,152,482,405	1,100,500,000
Fair Share Fund	26,191,226	26,100,000	26,100,000	26,100,000
School District Trust Fund	370,226,586	394,400,000	394,400,000	419,641,600
TOTAL	$1,485,095,923	$1,581,621,966	$1,699,974,164	$1,664,410,620
General Revenue Fund	6,779,664	7,056,569	7,876,592	7,506,406
Federal Funds	61,124,967	68,178,441	72,101,306	72,053,967
State School Moneys Fund	999,999,992	1,050,500,000	1,152,482,405	1,100,500,000
Excellence in Education Fund	17,452,742	25,386,956	37,013,861	28,608,647
State Public School Fund	3,320,746	10,000,000	10,000,000	10,000,000
Fair Share Fund	26,191,226	26,100,000	26,100,000	26,100,000
School District Trust Fund	370,226,586	394,400,000	394,400,000	419,641,600
Full-time equivalent employees	109.60	115.00	119.00	119.00

GENERAL ADMINISTRATION

The Department of Elementary and Secondary Education is supervised by the State Board of Education which consists of eight members appointed for eight-year terms by the Governor with the advice and consent of the Senate. The Board appoints the Commissioner of Education as its chief administrative officer and on his recommendation appoints members of the departmental staff.

The Division of General Administration consists of school finance, data processing, school food services, transportation, the leadership academy, building services, school data, budget, personnel, and accounting sections. The school finance section determines each school district's share of the Foundation program distribution and other sources of state aid including Excellence in Education programs. The school food services' staff calculates payments to school districts for their food service programs. The Division is also responsible for maintaining complete accounting records of appropriations and expenditures of the Department, and for providing financial reports to state and federal agencies.

Fiscal Year 1990 Governor's Recommendations

- o $97,000 general revenue for two staff to monitor court-ordered desegregation.
- o $69,366 general revenue transferred from Office of Administration, Division of Design and Construction, for overseeing capital improvements projects related to court-ordered desegregation.
- o $202,869 for pay plan, including $156,207 general revenue.
- o ($46,911) general revenue core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 2.010, 2.015	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 1,583,367	$ 2,587,372	$ 2,997,507
Federal Funds	805,040	1,776,878	1,626,654
Excellence in Education Fund	279,995	389,827	411,518
EXPENSE AND EQUIPMENT			
General Revenue Fund	520,030	542,319	589,041
Federal Funds	498,665	618,063	612,063
Excellence in Education Fund	73,521	58,900	58,900
TOTAL	$ 3,760,618	$ 5,973,359	$ 6,295,683
General Revenue Fund	2,103,397	3,129,691	3,586,548
Federal Funds	1,303,705	2,394,941	2,238,717
Excellence in Education Fund	353,516	448,727	470,418
Full-time equivalent employees	109.60	115.00	119.00

EXCELLENCE IN EDUCATION REVOLVING ACCOUNT

The excellence in education fund was created by the Excellence in Education Act of 1985. In addition to serving as the fund through which Excellence in Education Act programs are financed, a portion of the fund acts as a revolving account, allowing the Department to recover some costs for certain educational programs. Expenditures from the revolving account may not exceed revenues for the fiscal year.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Attendance at Workshops and Conferences	11,900	12,000	12,000
Excellence in Education Revolving Account	$ 516,829	$ 300,000E	$ 300,000E
TOTAL Excellence in Education Fund	$ 516,829	$ 300,000E	$ 300,000E

STATE PUBLIC SCHOOL FUND

The state public school fund is a non-expendable trust fund consisting of all moneys, bonds, lands, and other properties belonging to or donated to the state for school purposes and the proceeds of all sales of land and other property that accrue to the state by escheat. Only the interest earned from the investments is transferred to the state school moneys fund where it is appropriated for the support of public schools.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
State Public School Investments	$ 3,320,746	$ 10,000,000E	$ 10,000,000E
TOTAL State Public School Fund	$ 3,320,746	$ 10,000,000E	$ 10,000,000E

SCHOOL FOUNDATION PROGRAM DISTRIBUTION

The state shares with local school districts financial responsibility for public education. School districts rely on school operating levies and other taxes to produce their share of the revenue. The state provides a portion of its share of financial support through the School Foundation program which is designed to equalize educational opportunities by compensating for local differences in the ability to support education.

To promote the goal of equity, the 79th General Assembly passed a foundation plan for distributing funds to local school districts. The School Foundation program consists of three parts: the formula and guaranteed tax base, exceptional pupil aid, and transportation aid. Under the formula component of the program, a school district's entitlement is based on the following factors: attendance and enrollment of pupils; number of orphans and children receiving public assistance in the district; a guaranteed tax base to ensure the students in the state receive a minimum tax level; the assessed valuation of the district adjusted by an assessment sales ratio; a portion of the amount a district receives from railroad, utility, and intangible taxes; the state expenditure factor for education based on total dollars spent per student the second preceding year; and a district income factor. The formula adjusts for differences among districts in both property wealth and income. With passage by Missouri voters of Proposition C in November, 1982, a cost of education index and three-year averaging option were added to the formula components.

The School Foundation program also provides aid for exceptional children and transportation reimbursement. The plan provides funds for exceptional pupil aid to districts with approved programs for handicapped, severely handicapped, and gifted children. Aid for exceptional pupils is adjusted annually by the same percentage that the appropriation for the foundation formula changes. School districts received substantial increases in exceptional pupil aid beginning in Fiscal Year 1987 as a result of HB 1441, passed by the Second Regular Session of the 83rd General Assembly. In accordance with Senate Bill 797 passed by the Second Regular Session of the 84th General Assembly, gifted education aid provides 75 percent of the cost of instructors' salaries and materials to provide appropriate opportunities for gifted students. Transportation aid permits school districts to receive 80 percent of the allowable costs of transportation, with the State Board of Education determining allowable costs up to 125 percent of the average state cost.

Fiscal Year 1990 Governor's Recommendations

o $50,000,000 for the School Foundation program.

H.B. Sec. 2.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Fall Enrollment	802,060	806,639	809,000
Average Daily Attendance	723,536	725,393	726,900
School Foundation Program Distribution	$ 999,999,992	$1,050,500,000	$1,100,500,000
TOTAL			
State School Moneys Fund	$ 999,999,992	$1,050,500,000*	$1,100,500,000

* Does not include $50,000 state school moneys fund recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations for payments to school districts as mandated by Senate Bill 797 passed by the Second Regular Session of the 84th General Assembly.

FAIR SHARE DISTRIBUTION

Tax receipts from four cents per cigarette pack are deposited in the fair share fund established by Section 149.015 RSMo. Funds are distributed to elementary and secondary schools on the basis of average daily attendance of the school district.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.035	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Average Daily Attendance	723,536	725,393	726,900
Distribution Per Pupil	$36.30	$36.00	$35.98
Fair Share Fund Distribution	$ 26,191,226	$ 26,100,000E	$ 26,100,000E
TOTAL			
Fair Share Fund	$ 26,191,226	$ 26,100,000E	$ 26,100,000E

SCHOOL DISTRICT TRUST FUND DISTRIBUTION

Proposition C provides a one percent sales tax for elementary and secondary education. Revenue generated by this tax is deposited into the school district trust fund, and distribution is based on the number of eligible pupils in each school district and one-half of the revenue received by the schools is used to reduce the property tax levy.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Distribution Per Eligible Pupil	$496.27	$514.00	$515.75
Average Tax Levy Rollback	$ .62	$ .62	$ .62
School District Trust Fund Distribution	$ 370,226,586	$ 394,400,000E	$ 419,641,600E
TOTAL			
School District Trust Fund	$ 370,226,586	$ 394,400,000E	$ 419,641,600E

SCHOOL FOOD SERVICES

This program provides school districts with reimbursements for food services to enable them to offer nutritionally-balanced, low-cost meals for school children. Federal funds, required state matching funds, local funds, and commodities donated by U.S. Department of Agriculture minimize the meal charge to children.

Fiscal Year 1990 Governor's Recommendations

o $4,031,750 federal funds for School Food Services.

H.B. Sec. 2.045	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Lunches Served	87,919,160	88,000,000	90,000,000
School Breakfasts Served	7,233,732	7,100,000	8,000,000
General Revenue Fund	$ 4,630,541	$ 3,880,858	$ 3,880,858
Federal Funds	59,821,262	65,783,500	69,815,250
TOTAL	$ 64,451,803	$ 69,664,358	$ 73,696,108

SPECIAL SCHOOL ADVISORS

Missouri public school teachers who retired prior to July 1, 1957 may apply to become special school advisors and receive a salary supplement of up to $75 per month from the state to bring their combined income from this program and teacher retirement benefits to $150 per month.

Fiscal Year 1990 Governor's Recommendations

o ($7,020) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 2.050	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Teachers Participating	56	50	45
Special School Advisors Payments	$ 45,726	$ 46,020	$ 39,000
TOTAL			
General Revenue Fund	$ 45,726	$ 46,020	$ 39,000

MINIMUM SALARY SUPPLEMENTS DISTRIBUTION

A minimum salary for teachers in Missouri's public schools was established beginning in Fiscal Year 1987 under the provisions of the Excellence in Education Act of 1985. The salary minimum is financed through a combination of local effort and supplemental state support. To qualify for minimum salary supplements, a school district must: have teachers with salaries below the levels established in the plan; have an operating levy of $1.25 by Fiscal Year 1989; maintain a regular salary schedule; and continue to pay teachers the district base pay plus appropriate annual increases.

The plan established by the Excellence in Education Act calls for the following minimum salaries: $15,000 in Fiscal Year 1987; $16,000 in Fiscal Year 1988; $17,000 in Fiscal Year 1989; and $18,000 in Fiscal Year 1990. Beginning in Fiscal Year 1991, the Department is required to develop a general plan for increasing average teachers' salaries.

Fiscal Year 1990 Governor's Recommendations

o $1,200,000 to guarantee salaries of at least $18,000 in school year 1989-90.

H.B. Sec. 2.100	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Teachers Receiving Salary Increases	3,355	4,073	4,277
Districts Receiving Funds	279	300	330
Minimum Salary Supplements Distribution TOTAL	$ 5,186,682	$ 6,304,379	$ 7,504,379
Excellence in Education Fund	$ 5,186,682	$ 6,304,379	$ 7,504,379

CAREER LADDER DISTRIBUTION

Career Ladder opportunities are provided for Missouri classroom teachers, librarians, and guidance counselors through the Missouri Career Development and Teacher Excellence Plan established by the Excellence in Education Act of 1985. The Career Ladder program began in school year 1986-87.

School districts may develop their own Career Ladder plan or adopt the model developed by the Department. The plans must all provide for three career stages with salary supplements of up to $1,500, $3,000, and $5,000 for stages I, II, and III respectively. To qualify and advance on the Career Ladder, teachers must score well on their performance-based evaluations and meet other school-related responsibilities. Participation is voluntary on the part of teachers and school districts.

The Career Ladder program is financed by state and local matching funds. School districts must have an operating levy of at least $1.25 to qualify for state funding and are eligible for 35 percent to 90 percent state funding for the costs of the Career Ladder plan. School districts qualifying for 85 percent state funding or less receive a five percent bonus if the district increases its levy by at least the amount necessary to pay its share of the cost of the Career Ladder.

Fiscal Year 1990 Governor's Recommendations

- $2,000,000 to allow 7,600 Missouri teachers to participate at Stages I, II, and III during school year 1989-90.

H.B. Sec. 2.105	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Teachers Participating	5,089	6,014	7,600
Career Ladder Distribution	$ 7,200,825	$ 10,000,000	$ 12,000,000
TOTAL			
Excellence in Education Fund	$ 7,200,825	$ 10,000,000*	$ 12,000,000

* Does not include $848,885 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for Career Ladder payments in school year 1988-89.

INCENTIVES FOR SCHOOL EXCELLENCE DISTRIBUTION

The Incentives for School Excellence program was established by the Excellence in Education Act of 1985. The program provides grants to school districts to promote and encourage initiatives for excellence in education. The grants are awarded on a variable match basis, recognizing the ability of school districts to raise the necessary matching funds. The State Board of Education may also designate a portion of the appropriation as a competitive match-free incentive. The grants are distributed to school districts for the benefit of the school or teacher(s) submitting the application. The Incentives for School Excellence program is designed to promote the development and implementation of programs to improve student learning and to encourage replication of successful programs in other schools.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.110	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Applications Received	1,436	1,270	1,300
Applications Funded	399	497	500
Incentives for School Excellence Distribution	$ 2,767,589	$ 4,000,000	$ 4,000,000
TOTAL			
Excellence in Education Fund	$ 2,767,589	$ 4,000,000	$ 4,000,000

SCHOLARSHIP PROGRAM

The Scholarship program established by the Excellence in Education Act of 1985, provides $2,000 non-renewable scholarships to teacher education students. The Department provides $1,000 of the cost of each scholarship with $1,000 provided by the participating college or university. The scholarships are forgivable if a recipient teaches in a Missouri public school for five years.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.115	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Scholarship Recipients	207	260	260
Scholarship Distribution	$ 206,531	$ 260,000	$ 260,000
TOTAL			
Excellence in Education Fund	$ 206,531	$ 260,000	$ 260,000

TUITION REIMBURSEMENT

Through the Excellence in Education Act of 1985, certificated personnel who successfully complete approved coursework in their area of certification or in economics at a Missouri public college or university and attain a grade of A or B are eligible for reimbursement of up to $200 per three credit hour course.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.120	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Teachers Receiving Reimbursement	9,192	18,000	18,000
Tuition Reimbursement	$ 1,220,770	$ 3,600,000	$ 3,600,000
TOTAL			
Excellence in Education Fund	$ 1,220,770	$ 3,600,000	$ 3,600,000

PROFESSIONAL DEVELOPMENT

The Excellence in Education Act of 1985 required each district to establish a Professional Development Committee by September 1, 1988, to assist in developing a plan of professional development for beginning and experienced teachers. This Committee works with teachers in identifying instructional concerns and remedies; serves as a confidential consultant upon a teacher's request; assesses faculty needs and develops in-service opportunities for school staff; and presents to the proper authority faculty suggestions, ideas, and recommendations pertaining to classroom instruction within the school district.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.125	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Teachers Participating	0	6,209	6,209
Professional Development	$ 0	$ 473,850	$ 473,850
TOTAL			
Excellence in Education Fund	$ 0	$ 473,850	$ 473,850

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
INSTRUCTION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 2,503,381	$ 3,192,228	$ 5,349,075	$ 4,784,862
Compensatory Education	52,678,724	51,500,000	51,500,000	51,500,000
Federal Instructional Improvement Grants	7,447,709	6,000,000	6,000,000	6,000,000
Drug Abuse Education and Prevention Grant	1,414,897	2,000,000	2,000,000	2,000,000
Federal Math/Science Grants	479,268	700,000	700,000	700,000
Pupil Testing Program	1,085,303	861,948	861,948	861,948
Stephen M. Ferman Memorial	583	10,000	10,000	10,000
Missouri Scholars Academy	329,022	345,362	419,978	371,283
Early Childhood Development	7,739,745	11,246,940	13,999,295	11,321,590
Video Instruction Grants	0	0	9,734,730	5,229,080
Training Parent Educators	0	200,000	195,464	195,464
DIVISIONAL TOTAL	$ 73,678,632	$ 76,056,478	$ 90,770,490	$ 82,974,227
PERSONAL SERVICE				
General Revenue Fund	392,455	399,480	764,017	543,145
Federal Funds	1,267,678	1,528,063	1,875,596	1,767,031
Excellence in Education Fund	125,721	145,495	202,078	155,277
VIDEO Fund	0	0	103,420	73,920
EXPENSE AND EQUIPMENT				
General Revenue Fund	354,097	478,122	755,026	590,806
Federal Funds	657,434	1,150,430	2,153,430	2,153,430
Excellence in Education Fund	35,018	36,000	49,100	36,000
VIDEO Fund	0	0	61,850	32,000
PROGRAM SPECIFIC DISTRIBUTION				
Federal Funds	62,020,598	60,200,000	60,200,000	60,200,000
State School Moneys Fund	7,740,328	11,256,940	14,009,295	11,331,590
Excellence in Education Fund	1,085,303	861,948	861,948	861,948
VIDEO Fund	0	0	9,734,730	5,229,080
TOTAL	$ 73,678,632	$ 76,056,478	$ 90,770,490	$ 82,974,227
General Revenue Fund	746,552	877,602	1,519,043	1,133,951
Federal Funds	63,945,710	62,878,493	64,229,026	64,120,461
State School Moneys Fund	7,740,328	11,256,940	14,009,295	11,331,590
Excellence in Education Fund	1,246,042	1,043,443	1,113,126	1,053,225
VIDEO Fund	0	0	9,900,000	5,335,000
Full-time equivalent employees	63.63	71.00	91.00	83.00

DIVISION OF INSTRUCTION - ADMINISTRATION

The Division of Instruction provides consultative services to administrators and teachers in the areas of instruction and curriculum development. Staff in the Division classify, accredit, and assist school districts in expanding or improving their curriculum and instructional programs. The Division also administers two Excellence in Education Act programs: the Incentives for School Excellence Grant program and the Pupil Testing program. Payments and local program approval for the Early Childhood Development program are overseen by the Division. The Division also assists school districts in establishing and funding gifted education programs and administers the Missouri Scholars Academy. In addition, the Division administers the following federal programs: Compensatory Education (Chapter 1); Instructional Improvements Grants (Chapter 2); Math/Science Instruction Grant program; and Drug Abuse Education and Prevention Grants. Beginning in Fiscal Year 1990, the Division will administer the Video Instructional and Educational Opportunity program.

Fiscal Year 1990 Governor's Recommendations

- o $105,920 VIDEO funds for three staff to administer the Video Instructional and Educational Opportunity program.
- o $199,000 general revenue for five staff to provide technical assistance to school districts in curriculum development and instruction.
- o $1,000,000 federal funds for instructional television grants to local school districts.
- o $153,415 for pay plan, including $77,355 general revenue.
- o $139,300 transferred from State Schools for Severely Handicapped, including $124,300 general revenue.
- o ($5,001) general revenue core reduction for one-time equipment purchase.

H.B. Sec. 2.200, 2.245, 2.250	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Districts Classified	545	545	545
Chapter 1 Applications Processed	460	466	470
Chapter 2 Applications Processed	545	545	545
Math/Science Applications Processed	355	380	380
Number of Local Gifted Programs	214	227	287
PERSONAL SERVICE			
General Revenue Fund	$ 392,455	$ 399,480	$ 543,145
Federal Funds	1,267,678	1,528,063	1,767,031
Excellence in Education Fund	125,721	145,495	155,277
VIDEO Fund	0	0	73,920
EXPENSE AND EQUIPMENT			
General Revenue Fund	25,075	32,760	124,059
Federal Funds	657,434	1,050,430	2,053,430
Excellence in Education Fund	35,018	36,000	36,000
VIDEO Fund	0	0	32,000
TOTAL	$ 2,503,381	$ 3,192,228	$ 4,784,862
General Revenue Fund	417,530	432,240	667,204
Federal Funds	1,925,112	2,578,493	3,820,461
Excellence in Education Fund	160,739	181,495	191,277
VIDEO Fund	0	0*	105,920
Full-time equivalent employees	63.63	71.00	83.00

* Does not include $53,055 VIDEO funds recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations for three staff to begin implementation of the Video Instructional Development and Educational Opportunity program.

COMPENSATORY EDUCATION

Federal funds are available to local schools under Chapter 1 for compensatory education. Entitlements are awarded to school districts, institutions for delinquents, state institutions for the handicapped, and adult correctional institutions with inmates under the age of 21. The grants are used to fund programs in remedial math, language arts, and reading.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.205	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Children Participating	79,759	82,212	84,000
Chapter I Grants	$ 52,678,724	$ 51,500,000E	$ 51,500,000E
TOTAL			
Federal Funds	$ 52,678,724	$ 51,500,000E	$ 51,500,000E

FEDERAL INSTRUCTIONAL IMPROVEMENT GRANTS

Under Chapter 2, states receive a percentage share of the federal appropriation based on the population aged 5 through 17 years. Up to 20 percent of the funds may remain at the state level. The remainder of the funds received by a state must be "passed through" to local educational agencies for purchasing instructional materials; funding guidance, counseling, and testing programs; or staff development.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.210	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Districts Receiving Grants	545	545	545
Chapter 2 Grants	$ 7,447,709	$ 6,000,000E	$ 6,000,000E
TOTAL			
Federal Funds	$ 7,447,709	$ 6,000,000E	$ 6,000,000E

FEDERAL MATH/SCIENCE GRANTS

Title II of the federal Education for Economic Security Act of 1984 authorizes grants to state and local education agencies for math and science instructional improvements. School districts have used the funds to upgrade the skills of math and science teachers, acquire or improve curricula, and to purchase instructional equipment.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.215	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Districts Receiving Grants	355	380	380
Math/Science Grants	$ 479,268	$ 700,000E	$ 700,000E
TOTAL			
Federal Funds	$ 479,268	$ 700,000E	$ 700,000E

DRUG ABUSE EDUCATION AND PREVENTION GRANT

Effective drug abuse education and prevention requires the coordinated efforts of federal, state, and local agencies and community organizations. The Department of Elementary and Secondary Education is eligible, on behalf of schools or groups of schools, for federal assistance under the Anti-Drug Abuse Act of 1986. The objectives of this program are to establish or designate local or regional advisory councils on drug abuse prevention, to establish or augment age-appropriate, developmentally-based drug abuse education and prevention programs for students, and to coordinate school-based drug abuse programs with other programs in the community and with state and local health, drug and alcohol abuse, and law enforcement agencies.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 2.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Drug Abuse and Prevention Grants	$ 1,414,897	$ 2,000,000E	$ 2,000,000E
TOTAL			
Federal Funds	$ 1,414,897	$ 2,000,000E	$ 2,000,000E

PUPIL TESTING PROGRAM

The Pupil Testing program established by the Excellence in Education Act of 1985, requires every school district to have a pupil testing program assessing through criterion-referenced tests competency in English, reading, language arts, science, mathematics, and civics. Criterion-referenced tests assess mastery of learning objectives rather than just provide comparisons to national "norms" for the student's peers, as do norm-referenced tests. The Department of Elementary and Secondary Education has five primary responsibilities under the Excellence in Education Act Pupil Testing program:

1. Ensure that all school districts have a program of pupil testing and assist districts upon request;

2. Identify key skills within the above subject areas which are to be tested;

3. Develop criterion-referenced tests and approve school districts' criterion-referenced tests;

4. Conduct an annual statewide random sample test using criterion-referenced instruments to measure student performance on key skills;

5. Report the results of local and state testing programs to the Governor and the General Assembly.

The first criterion-referenced testing in school districts for grades three, six, eight, and ten occurred in the spring of 1987. In addition, a statewide random sample of students was tested at each of these grade levels. The Department published an initial report of statewide testing results and interpretations in the summer of 1987. Criterion-referenced tests for grades two, four, five, seven, and nine are available for use by school districts and the Department.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.130	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Total Number of Missouri Students Tested	206,700	95,000	95,000
Students Tested under Statewide Sampling	31,500	60,500	68,500
Pupil Testing Program	$ 1,085,303	$ 861,948	$ 861,948
TOTAL			
Excellence in Education Fund	$ 1,085,303	$ 861,948	$ 861,948

MISSOURI SCHOLARS ACADEMY

The Missouri Scholars Academy is a three-week summer session for gifted students. The purposes of the Academy are to assist gifted students to achieve their full potential and to stimulate the establishment and improvement of programs for gifted students by providing leadership in curriculum development and effective teaching techniques.

Fiscal Year 1990 Governor's Recommendations

o $25,921 to allow 50 additional gifted students to attend the Missouri Scholars Academy.

H.B. Sec. 2.225	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Students Participating	313	300	350
Missouri Scholars Academy	$ 329,022	$ 345,362	$ 371,283
TOTAL			
General Revenue Fund	$ 329,022	$ 345,362	$ 371,283

STEPHEN M. FERMAN MEMORIAL FOR THE GIFTED

Mr. Milton Ferman and Mrs. Frieda Morgan Ferman have established the Stephen Morgan Ferman Memorial for Education of the Gifted. Donations are made in their son's name and the annual income may be expended through the state school moneys fund to enhance the educational opportunities of teachers of the gifted.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

H.B. Sec. 2.230	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Gifted Teachers' Training Academy	1	3	3
Stephen M. Ferman Fund	$ 583	$ 10,000	$ 10,000
TOTAL			
State School Moneys Fund	$ 583	$ 10,000	$ 10,000

EARLY CHILDHOOD DEVELOPMENT PROGRAMS

Section 178.693 RSMo authorizes state reimbursement to school districts which provide any of three programs for preschool children:

1. Developmental Screening to measure the progress of children and to determine problems or potential problems or advanced abilities in understanding, use of language, sight, hearing, motor development, health, and physical development.

2. Parent Education to provide resource materials and guidance to parents to improve learning in the home.

3. Programs for developmentally delayed children to provide individual and group counseling and learning activities to help these children catch up with their peers before entering school.

Fiscal Year 1990 Governor's Recommendations

- o $416,130 state school moneys fund for incentive grants to school districts that implement a Parent Education program for "Hard-to-Reach" parents.
- o ($4,536) general revenue core reduction from the Fiscal Year 1989 appropriation level.
- o ($341,480) state school moneys fund core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 2.235, 2.240, 2.245	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Developmental Screenings	77,068	121,798	121,798
Families Served by Parent Education	69,227	102,031	102,031
General Revenue Fund	$ 0	$ 100,000	$ 95,464
Federal Funds	0	100,000	100,000
State School Moneys Fund	7,739,745	11,246,940	11,321,590
TOTAL	$ 7,739,745	$ 11,446,940	$ 11,517,054

VIDEO INSTRUCTIONAL DEVELOPMENT AND EDUCATIONAL OPPORTUNITY PROGRAM

Senate Bill 709, passed by the Second Regular Session of the 84th General Assembly, established the Video Instructional Development and Educational Opportunity program. This program creates a system of grants to local school districts and colleges to increase their course offerings through satellite television. Grants are funded from a sales tax on video rentals.

Fiscal Year 1990 Governor's Recommendations

- o $5,229,080 VIDEO funds for grants to local school districts on an open-ended basis to allow distribution of all sales tax funds attributable to video rentals.

H.B. Sec. 2.255	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
VIDEO Program	$ 0	$ 0	$ 5,229,080E
TOTAL			
VIDEO Fund	$ 0	$ 0	$ 5,229,080E

DIVISION OF URBAN AND TEACHER EDUCATION

The Division of Urban and Teacher Education contains the teacher certification, technical assistance, and urban education sections. The Division annually issues approximately 35,000 teaching certificates. In addition, the technical assistance staff works with districts involved in desegregation. Urban education workshops are conducted annually on crime, violence, and vandalism prevention in public schools, and on management and staff development for urban educators. The Division will be responsible for the programmatic administration of the Career Ladder program, Tuition Reimbursement, and teacher education assessment as authorized by the Excellence in Education Act.

The Excellence in Education Act of 1985 calls for successful assessment on entry level tests prior to admittance into an approved teacher education program at a Missouri college or university. The Act also calls for successful assessment at the end of an approved teacher education program prior to issuance of a Missouri teaching certificate.

Fiscal Year 1990 Governor's Recommendations

- o $36,003 for pay plan, including $23,721 general revenue.
- o ($19,005) general revenue core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 2.300	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Teachers Participating in Career Ladder	5,090	6,000	7,000
PERSONAL SERVICE			
General Revenue Fund	$ 252,457	$ 261,074	$ 334,691
Federal Funds	143,925	182,202	139,061
Excellence in Education Fund	62,919	95,686	101,213
EXPENSE AND EQUIPMENT			
General Revenue Fund	65,955	80,121	50,116
Federal Funds	168,581	177,543	188,543
Excellence in Education Fund	19,957	25,436	25,436
TOTAL	$ 713,794	$ 822,062	$ 839,060
General Revenue Fund	318,412	341,195	384,807
Federal Funds	312,506	359,745	327,604
Excellence in Education Fund	82,876	121,122	126,649
Full-time equivalent employees	18.62	21.00	21.00

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF VOCATIONAL REHABILITATION

FINANCIAL SUMMARY

2.400, 2.405, 2.410, H.B. Sec. 2.415, 2.420, 2.425, 2.430	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration and Vocational Rehabilitation Grant				
VR Clients Served	17,854	18,000	19,350	19,350
Clients Rehabilitated	5,410	5,500	5,500	5,500
Average Weekly Earnings Gain	$119	$120	$121	$121
Personal Care Assistance				
Clients Receiving Services	20	47	125	57
Independent Living Grant				
Clients Receiving Services	39	35	50	50
Disability Determinations Grant				
Adjudicated Claims	57,813	60,000	60,000	60,000
Administration	$ 16,292,199	$ 18,695,331	$ 19,602,851	$ 19,635,624
Personal Care Assistance	131,000	390,843	1,039,413	473,993
Vocational Rehabilitation Grant	23,613,928	33,246,150	37,510,717	37,510,717
Independent Living Grant	60,837	213,271	226,509	226,509
Disability Determinations Grant	4,432,670	5,500,000E	5,500,000E	5,500,000E
Independent Living Centers	0	0	588,000	0
Supported Employment Services	0	0	398,991	398,991
DIVISIONAL TOTAL	$ 44,530,634	$ 58,045,595	$ 64,866,481	$ 63,745,834
PERSONAL SERVICE				
General Revenue Fund	28,155	23,439	47,347	23,908
Federal Funds	12,279,852	13,678,116	14,556,250	14,619,462
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	7,000	12,478	5,478
Federal Funds	3,984,192	4,986,776	4,986,776	4,986,776
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	7,071,803	8,188,790	10,364,889	9,211,469
Federal Funds	21,166,632	31,161,474	34,898,741	34,898,741
TOTAL	$ 44,530,634	$ 58,045,595	$ 64,866,481	$ 63,745,834
General Revenue Fund	7,099,958	8,219,229	10,424,714	9,240,855
Federal Funds	37,430,676	49,826,366	54,441,767	54,504,979
Full-time equivalent employees	559.94	616.00	617.00	616.00

DIVISION OF VOCATIONAL REHABILITATION

Administration

The Division provides services to disabled Missouri residents to help them overcome handicaps to employment. Counseling, training, and medical services are provided based on the specific needs of each client. Vocational rehabilitation counselors evaluate each person referred and prepare an individual rehabilitation plan.

Fiscal Year 1990 Governor's Recommendations

o $941,815 for pay plan, including $469 general revenue.
o ($1,522) general revenue core reduction from the Fiscal Year 1989 appropriation.

Personal Care Assistance

The Personal Care Assistance program provides services to handicapped Missourians to enable them to live more independently, maintain their current employment or become employable.

Fiscal Year 1990 Governor's Recommendations

o $83,150 general revenue to provide services to ten additional clients in the Personal Care Assistance program.

Vocational Rehabilitation Grant

The Vocational Rehabilitation program prepares physically and/or mentally handicapped persons for gainful employment. To be eligible for Vocational Rehabilitation services, a person must have a physical or mental disability that interferes with his or her ability to obtain or hold employment and have a reasonable chance of being able to work in suitable employment if appropriate services are provided. Federal funds with state match are used to fund individual programs for disabled Missouri citizens.

Fiscal Year 1990 Governor's Recommendations

o $4,264,567, including $938,206 general revenue, to provide services to 1,350 additional clients.

Independent Living Grant

The Independent Living program provides services to severely disabled individuals such as physical and mental restoration, structural modifications to living areas, and equipment purchases which would significantly improve the person's ability to function independently or to become employable. Federal funds with a ten percent state match are used to fund the Independent Living program. The Department employs counselors and utilizes medical services and rehabilitation facilities to thoroughly evaluate the severely disabled individuals eligible for independent living service. An individualized written independent living plan is developed for the purpose of providing specific services to clients.

Fiscal Year 1990 Governor's Recommendations

o $13,238, including $1,324 general revenue, for 15 additional independent living clients.

DIVISION OF VOCATIONAL REHABILITATION (Continued)

Disability Determinations Grant

The federal Social Security Administration contracts with the Department of Elementary and Secondary Education to determine whether applicants for Social Security benefits meet the necessary criteria for disabilities. The program involves purchasing extensive medical and vocational evaluations. An applicant's cost of travel to examinations is also paid from this grant. The program is funded entirely from federal funds.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

Supported Employment Services

The Supported Employment Services program serves severely disabled individuals by placing them in competitive employment and providing job support to them as long as necessary.

Fiscal Year 1990 Governor's Recommendations

- $398,991 federal funds for supported employment services to an estimated 250 clients.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF VOCATIONAL AND ADULT EDUCATION

FINANCIAL SUMMARY

H.B. Sec. 2.500, 2.505, 2.515, 2.520	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration and Vocational Distribution to Schools				
Secondary Students	117,752	118,000	119,000	119,000
Post Secondary Students	44,406	45,000	45,000	45,000
Adults	101,186	102,000	105,000	105,000
Total Students in Training	263,344	265,000	269,000	269,000
JTPA				
Youths and Adults Trained	11,004	8,304	8,304	8,304
Adult Basic Education				
Adults Enrolled	29,824	31,000	33,300	32,000
Participants Obtaining a Diploma or Passing a GED Test	8,694	9,000	9,000	9,000
Administration	$ 2,600,501	$ 3,048,883	$ 3,595,406	$ 3,181,962
Vocational Education - Distribution to Schools	48,065,115	54,218,832	58,518,832	53,611,332
Vocational School Construction	679,250	1,038,400	0	0
Job Training Partnership Act	5,132,104	5,000,000E	5,000,000E	5,000,000E
Adult Basic Education	3,564,868	4,286,683	4,726,683	4,438,683
DIVISIONAL TOTAL	$ 60,041,838	$ 67,592,798	$ 71,840,921	$ 66,231,977
PERSONAL SERVICE				
General Revenue Fund	881,096	1,018,401	1,118,060	1,019,709
Federal Funds	1,165,116	1,380,393	1,657,007	1,521,914
EXPENSE AND EQUIPMENT				
General Revenue Fund	140,143	181,123	229,373	169,373
Federal Funds	414,146	468,966	590,966	470,966
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	1,901,336	2,645,138	2,046,738	1,758,738
Federal Funds	24,252,473	28,586,249	28,716,249	28,716,249
State School Moneys Fund	31,287,528	33,312,528	37,482,528	32,575,028
TOTAL	$ 60,041,838	$ 67,592,798	$ 71,840,921	$ 66,231,977
General Revenue Fund	2,922,575	3,844,662	3,394,171	2,947,820
Federal Funds	25,831,735	30,435,608	30,964,222	30,709,129
State School Moneys Fund	31,287,528	33,312,528	37,482,528	32,575,028
Full-time equivalent employees	85.24	90.00	90.00	90.00

DIVISION OF VOCATIONAL AND ADULT EDUCATION

Administration

The Division of Vocational and Adult Education is responsible for administering programs in vocational education and adult education. The Division develops state plans for vocational education and adult basic education that form the basis for distributions of federal and state funds to local educational agencies. Staff responsibilities in the Division of Vocational and Adult Education include the following: reviewing and approving vocational education programs operated by local schools, administering the Adult Basic Education program, processing applications for the General Educational Development (GED) tests, and assisting with the development and implementation of skill training programs for unemployed or underemployed adults.

Fiscal Year 1990 Governor's Recommendations

- o $162,149 for pay plan, including $73,029 general revenue.
- o ($19,320) general revenue core reduction from the Fiscal Year 1989 appropriation level.
- o ($9,750) core reduction for one-time equipment purchases.

Distribution to Schools

The state provides financial support to over 5,500 vocational programs located in 476 public school districts, institutions of higher education, and state agencies. Programs are designed to prepare individuals for gainful employment. The Department distributes federal vocational funds and state funds to local school districts according to guidelines developed in an annual state plan for vocational education. The state provided $33.4 million in Fiscal Year 1989 and federal funds totaled $17.7 million. The state and federal funds serve as an incentive to public schools to offer vocational education programs. Local school districts are currently reimbursed in the following program areas: Agriculture, Business and Office Education, Cooperative Education, Distributive Education, Health Occupations, Home Economics, and Industrial Education and Marketing programs.

In addition, some school districts receive funds for guidance services, personnel development, curriculum development and program improvement projects, ancillary and administrative services, area school services, evaluation, work study programs, programs for disadvantaged and handicapped students, teacher education, programs for single parents and homemakers, programs to overcome sex bias and customized training programs for Missouri business and industries.

Since Fiscal Year 1987, new funds for area vocational schools are distributed through the "Effectiveness Index Formula," which resulted from an intensive study of vocational education completed in 1984. The formula rewards schools that provide programs with high placement rates and with high labor market demand-to-supply ratios. The new method of allocating funds benefits students by providing high quality programs in occupations with good job opportunities; benefits schools by rewarding those which offer good programs with effective placement efforts; and benefits businesses by meeting their training needs. Area vocational schools will receive $3.9 million of their funding through the formula in Fiscal Year 1989.

Fiscal Year 1990 Governor's Recommendations

- o $1,200,000 state school moneys fund reallocated from the core distribution to the Effectiveness Index Formula.
- o $230,000 state school moneys fund to establish five additional "At-Risk" Centers in Area Vocational Schools.
- o $162,500, including $32,500 general revenue, for assisting local schools in establishing school-age child care programs.
- o ($1,000,000) state school moneys fund transferred to the Department of Economic Development for Job Development Training.

DIVISION OF VOCATIONAL AND ADULT EDUCATION (Continued)

Job Training Partnership Act Grants

The federal Job Training Partnership Act (JTPA) provides federal funds which can be used for skill training to 15 service delivery areas in Missouri. The service delivery areas contract with the Department of Elementary and Secondary Education to plan, implement, and administer skill training programs. The actual training is conducted by vocational schools, community junior colleges, or proprietary schools.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

Adult Basic Education

The Department of Elementary and Secondary Education works with local public schools in establishing adult basic education programs. Each year the Department notifies school districts that funds are available for adult basic education programs. School districts interested in offering classes must survey their communities to establish a need for the program. Approval for the program must then be obtained from the Department and a program budget developed under departmental guidelines. The adult basic educational programs provide training in the fundamental skills of English, reading, and mathematics. To enroll in a class, a person must be 16 years of age or older, out of school, and lacking a high school diploma.

Fiscal Year 1990 Governor's Recommendations

o $152,000 general revenue for an additional 1,000 students.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF SPECIAL EDUCATION

FINANCIAL SUMMARY

2.600, 2.605, 2.610, H.B. Sec. 2.615, 2.620, 2.660	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration and Special Education Grant				
Handicapped Children Enrolled in Programs at State Schools	2,412	2,342	2,348	2,516
Unduplicated Count of Handicapped and Severely Handicapped Students Served in Local District Programs	97,276	97,500	97,600	97,700
Special Olympics Program				
Annual Statewide Events	7	7	7	7
Participants	6,700	6,700	6,700	6,700
Readers for the Blind				
Blind Students Served by Readers	23	47	47	47
Sheltered Workshops				
Workshops	86	87	89	91
Employees	5,929	6,100	6,350	6,200
Administration	$ 990,414	$ 1,150,275	$ 1,837,479	$ 1,684,609
Special Education Grant	31,229,800	36,000,000E	36,000,000E	36,000,000E
Special Olympics	71,250	37,500	75,000	37,500
Readers for the Blind	6,000	14,100	14,100	14,100
Sheltered Workshops	7,580,069	9,163,634	9,392,923	9,313,858
Early Childhood Special Education	0	0	3,583,000	0
DIVISIONAL TOTAL	$ 39,877,533	$ 46,365,509	$ 50,902,502	$ 47,050,067
PERSONAL SERVICE				
General Revenue Fund	83,342	86,290	458,545	398,594
Federal Funds	590,230	688,504	842,940	767,021
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	618	148,031	131,031
Federal Funds	316,842	374,863	387,963	387,963
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	7,651,319	9,201,134	13,050,923	9,351,358
Federal Funds	31,229,800	36,000,000E	36,000,000E	36,000,000E
State School Moneys Fund	6,000	14,100	14,100	14,100
TOTAL	$ 39,877,533	$ 46,365,509	$ 50,902,502	$ 47,050,067
General Revenue Fund	7,734,661	9,288,042	13,657,499	9,880,983
Federal Funds	32,136,872	37,063,367	37,230,903	37,154,984
State School Moneys Fund	6,000	14,100	14,100	14,100
Full-time equivalent employees	26.32	30.00	43.00	42.00

DIVISION OF SPECIAL EDUCATION

Administration

The Division of Special Education is responsible for state and federal special education funds for Missouri public schools. The Division also administers the budgets appropriated for the State Schools for the Severely Handicapped, School for the Deaf, and School for the Blind. Staff in the Division monitor local school district programs for compliance with state and federal laws. The Division provides technical assistance and distributes state funds to the extended employment sheltered workshops.

Fiscal Year 1990 Governor's Recommendations

- o $81,120 general revenue for one staff to implement the Surrogate Parents program as authorized by House Bill 1237, enacted by the Second Regular Session of the 84th General Assembly.
- o $87,615 general revenue for two staff of the Deaf Commission as established by House Bill 385, enacted by the Second Regular Session of the 84th General Assembly.
- o $42,600 federal funds for one staff to provide technical support to local school districts who request assistance for hearing-impaired students.
- o $71,005 for pay plan, including $21,988 general revenue.
- o $30,000 general revenue transferred from contracted education funding in State Schools for Severely Handicapped.
- o $221,994 general revenue transferred from State Schools for Severely Handicapped.

Special Education Grant

The Special Education program provides federal grants to school districts to assist them in education programs and services for handicapped children at the preschool, elementary, and secondary levels. The grants are used to purchase instructional and technological equipment, to purchase the services of teachers and ancillary staff, diagnostic staff, and administrators for better management of services to the handicapped. The funds may also be used to provide in-service training for special education teachers and financial assistance to special education teachers working toward full certification.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

Special Olympics

The Missouri Special Olympics program sponsors six annual statewide sports events and a fine arts festival for more than 6,700 handicapped children. The six athletic events include winter games, softball, track and field, basketball, soccer, and bowling tournaments. Participants compete regionally to become eligible to attend the statewide competition. All participants in the state events receive ribbons and personal recognition for their efforts. These funds provide partial support for the statewide sports and fine arts programs and allows participation of individuals who are the responsibility of state agencies.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

DIVISION OF SPECIAL EDUCATION (Continued)

Readers for the Blind

The Readers for the Blind program provides payments of $300 per year per blind student enrolled in elementary and secondary schools to employ readers. Blind students attending local elementary and secondary schools need reading assistance when braille or large print materials are unavailable.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level.

Sheltered Workshops

Sheltered workshops are not-for-profit corporations that give the handicapped a controlled working environment. Programs are designed to enable handicapped persons to progress toward normal living and develop their work capacities. A workshop is set up and operated as a business. The manager of the workshop bids on and acquires contracts for work from industries in the community. Sheltered workshop activities include the following: building or rebuilding pallets and other wooden articles; dipping, lacquering, and staining handles for garden tools; zip coding and addressing envelopes; constructing display cartons; and recycling aluminum cans, nails and paper clips. The Department of Elementary and Secondary Education assists the workshops in management, production, bidding, and pricing techniques. Workshops are subsidized by the state at a rate of $7.00 per worker day.

Fiscal Year 1990 Governor's Recommendations

o $150,224 general revenue for 100 additional employees in the Sheltered Workshop program.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI SCHOOL FOR THE DEAF

FINANCIAL SUMMARY

H.B. Sec. 2.625, 2.630	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Residential Students Enrolled	156	137	135	147
Day Students Enrolled	27	34	40	40
Pupil/Teacher Ratio	4.1/1	4.1/1	4.1/1	4.1/1
School for the Deaf - Operations	$ 3,561,290	$ 4,603,460	$ 5,894,280	$ 4,788,740
School for the Deaf - Trust Fund	12,525	50,000E	50,000E	50,000E
DIVISIONAL TOTAL	$ 3,573,815	$ 4,653,460	$ 5,944,286	$ 4,838,740
PERSONAL SERVICE				
General Revenue Fund	2,481,123	3,045,680	3,690,559	3,225,366
Federal Funds	162,734	279,600	285,194	285,194
Excellence in Education Fund	42,719	105,564	105,564	105,564
EXPENSE AND EQUIPMENT				
General Revenue Fund	759,869	751,420	1,391,767	751,420
Federal Funds	114,845	388,596	388,596	388,596
Excellence in Education Fund	0	20,000	20,000	20,000
State Schools Textbook Fund	0	12,600	12,600	12,600
PROGRAM SPECIFIC DISTRIBUTION				
School for the Deaf Trust Fund	12,525	50,000E	50,000E	50,000E
TOTAL	$ 3,573,815	$ 4,653,460	$ 5,944,280	$ 4,838,740
General Revenue Fund	3,240,992	3,797,100	5,082,326	3,976,786
Federal Funds	277,579	668,196	673,790	673,790
Excellence in Education Fund	42,719	125,564	125,564	125,564
School for the Deaf Trust Fund	12,525	50,000E	50,000E	50,000E
State Schools Textbook Fund	0	12,600	12,600	12,600
Full-time equivalent employees	168.33	191.00	206.25	191.00

MISSOURI SCHOOL FOR THE DEAF

Operations

The Missouri School for the Deaf provides elementary and secondary education, both academic and vocational, in a residential environment for deaf or hearing-impaired students from age five to 21 years. The school, located in Fulton, Missouri, provides separate facilities for primary age, intermediate age, and high school students. To help each student develop to the maximum of his or her capability, the school utilizes a total communication approach to teaching. This approach includes use of speech, speechreading, fingerspelling, the language of signs, reading and writing, and use of hearing aids and close circuit television. To be admitted to Missouri School for the Deaf, a child must be a resident of Missouri and manifest a hearing loss that seriously limits his or her chances of success in a regular public school program. The school is tuition-free with no charge for board, room, transportation, laundry, or books. In addition to direct educational programs, the school offers extensive outreach and resource services to local educational agencies.

Fiscal Year 1990 Governor's Recommendations

o $185,280 for pay plan, including $179,686 general revenue.

School for the Deaf Trust Fund

The school for the deaf trust fund was established by law to receive gifts and bequests from individuals who wish to assist the Missouri School for the Deaf. The funds are invested or used for program improvements and facility additions at the School for the Deaf. In the past, the funds have been used to purchase books and to complete a swimming pool at the school. Some funds are specifically donated to be used for awards to students in areas such as scholarship, character, and leadership.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI SCHOOL FOR THE BLIND

FINANCIAL SUMMARY

H.B. Sec. 2.630, 2.640	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Residential Students Enrolled	52	53	55	55
Day Students Enrolled	65	65	65	65
Pupil/Teacher Ratio				
Deaf and Blind Students	3.7/1	4.1/1	4.1/1	4.1/1
Visually Impaired Students	2.8/1	2.7/1	2.8/1	2.8/1
School for the Blind - Operations	$ 3,326,209	$ 4,426,401	$ 4,948,102	$ 4,600,279
School for the Blind - Trust Fund	354,392	500,000E	500,000E	500,000E
DIVISIONAL TOTAL	$ 3,680,601	$ 4,926,401	$ 5,448,102	$ 5,100,279
PERSONAL SERVICE				
General Revenue Fund	2,201,000	2,658,636	3,140,787	2,818,089
Federal Funds	377,794	721,240	740,940	735,665
Excellence in Education Fund	9,000	82,525	82,525	82,525
EXPENSE AND EQUIPMENT				
General Revenue Fund	559,978	646,804	666,654	646,804
Federal Funds	171,202	288,446	288,446	288,446
Excellence in Education Fund	7,235	20,000	20,000	20,000
State Schools Textbook Fund	0	8,750	8,750	8,750
PROGRAM SPECIFIC DISTRIBUTION				
School for the Blind Trust Fund	354,392	500,000E	500,000E	500,000E
TOTAL	$ 3,680,601	$ 4,926,401	$ 5,448,102	$ 5,100,279
General Revenue Fund	2,760,978	3,305,440	3,807,441	3,464,893
Federal Funds	548,996	1,009,686	1,029,386	1,024,111
School for the Blind Trust Fund	354,392	500,000E	500,000E	500,000E
Excellence in Education Fund	16,235	102,525	102,525	102,525
State Schools Textbook Fund	0	8,750	8,750	8,750
Full-time equivalent employees	155.20	156.26	172.51	156.26

MISSOURI SCHOOL FOR THE BLIND

Operations

The Missouri School for the Blind, located in St. Louis, offers elementary and secondary education, including academic, vocational and special training in a residential school environment for blind or visually impaired students from ages 5 to 21. The school provides special teaching methods, materials, and curriculum additions specifically needed by visually handicapped children. A program for students provides diagnosis, evaluation, individualized programming, physical therapy, occupational therapy, speech and language therapy, adaptive physical education, and audiological examinations.

Fiscal Year 1990 Governor's Recommendations

o $173,878 for pay plan, including $159,453 general revenue.

School for the Blind Trust Fund

The school for the blind trust fund was established by law to receive gifts and bequests from individuals who wish to assist the Missouri School for the Blind. The funds are invested or used for program improvements and facility additions at the School for the Blind. In the past, the funds have been used to purchase library supplies, film strips and cassettes, to replace a school bus, to purchase land adjoining the school property and to remodel the superintendent's apartment.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
STATE SCHOOLS FOR SEVERELY HANDICAPPED

FINANCIAL SUMMARY

H.B. Sec. 2.645, 2.650, 2.655	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
State Schools				
Number of State Schools for Severely Handicapped	52	49	49	49
Enrollment in State Schools	2,112	2,053	2,053	2,053
Enrollment in Private Agencies	116	71	71	71
Pupil/Teacher Ratio in State Schools	7.2/1	7.2/1	7.2/1	7.2/1
State Schools for Severely Handicapped - Operations	$ 17,906,411	$ 21,810,871	$ 29,082,568	$ 22,113,877
Contracted Education	817,246	815,800	628,552	628,552
State Schools for Severely Handicapped - Trust Fund	15,150	25,000E	25,000E	25,000E
DIVISIONAL TOTAL	$ 18,738,807	$ 22,651,671	$ 29,736,120	$ 22,767,429
PERSONAL SERVICE				
General Revenue Fund	9,815,689	11,652,446	16,105,357	11,989,225
Federal Funds	945,502	1,564,683	1,595,979	1,595,979
Excellence in Education Fund	36,564	492,396	492,396	492,396
EXPENSE AND EQUIPMENT				
General Revenue Fund	7,046,540	7,365,328	9,980,570	7,090,011
Federal Funds	879,308	1,332,818	1,317,818	1,317,818
Excellence in Education Fund	54	72,000	72,000	72,000
State Schools Textbook Fund	0	147,000	147,000	147,000
State Treasurer Institutions Gift Trust Fund	0	0	0	38,000
PROGRAM SPECIFIC DISTRIBUTION				
Handicapped Children's Trust Fund	15,150	25,000E	25,000E	25,000E
TOTAL	$ 18,738,807	$ 22,651,671	$ 29,736,120	$ 22,767,429
General Revenue Fund	16,862,229	19,017,774	26,085,927	19,079,236
Federal Funds	1,824,810	2,897,501	2,913,797	2,913,797
Handicapped Children's Trust Fund	15,150	25,000E	25,000E	25,000E
Excellence in Education Fund	36,618	564,396	564,396	564,396
State Schools Textbook Fund	0	147,000	147,000	147,000
State Treasurer Institutions Gift Trust Fund	0	0	0	38,000
Full-time equivalent employees	704.37	787.64	802.02	768.64

STATE SCHOOLS FOR SEVERELY HANDICAPPED

State Schools for Severely Handicapped-Operations

State law mandates that all children in Missouri, regardless of their handicapping conditions, are entitled to an appropriate educational program. For students too severely handicapped to be served effectively by local public schools, the Department of Elementary and Secondary Education operates 49 state schools and contracts with private nonprofit agencies to provide educational services for children the state schools cannot practically serve. The state schools offer day programs in basic and prevocational training to the severely handicapped with the ultimate goal of assisting the student in functioning semi-independently in his home and community. Programs include self-care, sensory and perceptual training, language development, interpersonal relations, home-living, and functional academics. The state provides transportation for the students by contracting for transportation services and by operating state-owned buses.

Fiscal Year 1990 Governor's Recommendations

- $160,572 general revenue for purchasing six buses for transporting severely handicapped students.
- $785,957 for pay plan, including $754,661 general revenue.
- $38,000 state treasurer institutions gift trust fund for furnishings at the new School for Severely Handicapped in Higginsville.
- ($320,229) general revenue core reduction for one-time equipment purchases.
- ($391,294) general revenue transferred to the Divisions of Instruction and Special Education.
- ($157,248) general revenue core reduction for contracted education.

State Schools for the Severely Handicapped-Trust Fund

The handicapped children's trust fund is a statutory fund established to receive gifts and bequests from individuals who wish to assist the State Schools for Severely Handicapped. The money in the fund is invested each year in short-term securities or used to purchase supplies, equipment and materials used in the state schools.

Fiscal Year 1990 Governor's Recommendations

Continued funding at the current level on an open-ended basis to accommodate additional funding which may become available.

MISSOURI ADVISORY COUNCIL ON VOCATIONAL EDUCATION

The State Advisory Council on Vocational Education advises the State Board of Education on the vocational education, employment and training needs of the state.

Fiscal Year 1990 Governor's Recommendations

- o $7,819 for pay plan.
- o $20,145 additional available federal funds.

H.B. Sec. 2.700	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 66,396	$ 106,304	$ 114,123
Expense and Equipment	41,948	95,150	115,295
TOTAL			
Federal Funds	$ 108,344	$ 201,454	$ 229,418
Full-time equivalent employees	2.00	4.00	4.00

STATE OCCUPATIONAL INFORMATION COMMITTEE

Federal law requires Missouri to have a coordinating committee to develop an occupational information system to collect and disseminate occupational information and encourage the use of that information by training program planners.

Fiscal Year 1990 Governor's Recommendations

- o $9,460 for pay plan.
- o ($1,575) core reduction for one-time equipment purchases.

H.B. Sec. 2.705	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 67,799	$ 129,070	$ 138,530
Expense and Equipment	58,284	122,475	120,900
TOTAL			
Federal Funds	$ 126,083	$ 251,545	$ 259,430
Full-time equivalent employees	2.73	5.00	5.00

TRANSFER OF FUNDS TO STATE SCHOOL MONEYS FUND

Funds are transferred from general revenue into the state school moneys fund to meet appropriation obligations.

Fiscal Year 1990 Governor's Recommendations

o Total recommended appropriation from state school moneys fund	$1,144,420,718
o Less amount available in the state school moneys fund from cigarette taxes, investment earnings, prior year's lapse, and Ferman Memorial funds	(59,926,130)
o Total funds to be transferred from general revenue to state school moneys fund	$1,084,494,588

H.B. Sec. 2.800	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 958,399,613	$1,037,032,008*	$1,084,494,588

* Does not include $50,000 recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations.

TRANSFER OF FUNDS TO EXCELLENCE IN EDUCATION FUND

Funds are transferred from general revenue into the excellence in education fund to meet appropriation obligations for Excellence in Education Act programs.

Fiscal Year 1990 Governor's Recommendations

o Total recommended appropriation from excellence in education fund	$30,581,006
o Less revolving fund, state schools' incentives, and prior year's lapse	(1,424,000)
o Total funds to be transferred from general revenue to the excellence in education fund	$29,157,006

H.B. Sec. 2.900	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 19,686,000	$ 26,146,006	$ 29,157,006

TRANSFER OF FUNDS TO VIDEO FUND

Funds are transferred from general revenue into the VIDEO fund to meet appropriation obligations for Video Instructional and Educational Opportunities programs.

Fiscal Year 1990 Governor's Recommendations

- $5,335,000 general revenue to VIDEO fund.

H.B. Sec. 2.910	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 0	$ 0*	$ 5,335,000

* Does not include $53,055 recommended in FY 1989 Emergency and Supplemental Appropriations.

DEPARTMENT OF HIGHER EDUCATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Higher Education Coordination	$ 1,002,245	$ 2,057,613	$ 2,272,108	$ 2,179,949
Contracting with Independent Institutions and Other States	0	124,500	402,160	362,160
Proprietary School Regulation	47,586	54,286	55,728	55,150
State Anatomical Board	2,627	3,000	3,000	3,000
Student Financial Aids	43,883,477	67,291,779	71,343,037	70,780,210
Missouri State Library	5,017,995	7,456,026	8,667,645	7,769,799
State Aid to Junior Colleges	56,336,210	62,462,738	70,506,544	67,147,443
Institutions of Higher Education	434,695,527	476,154,523	542,933,288	512,592,740
DEPARTMENTAL TOTAL	$ 540,985,667	$ 615,604,465	$ 696,183,510	$ 660,890,452
General Revenue Fund	502,717,764	551,754,090	633,907,071	598,129,203
Federal Funds	4,188,028	7,292,603	7,305,897	7,301,379
State Guaranty Student Loan Fund	33,663,944	55,257,771	53,670,541	53,659,869
Missouri Prospective Teacher Loan Fund*	48,875	0	0	0
Higher Education Institutional Gift Fund	0	75,000	75,000	75,000
Proprietary School Bond Fund	0	1	1	1
State Seminary Fund	192,185	1,000,000	1,000,000	1,500,000
State Seminary Moneys Fund	174,871	225,000	225,000	225,000

* The Missouri Prospective Teacher Loan program was transferred to the Department of Elementary and Secondary Education in Fiscal Year 1989.

POLICY SUMMARY

For Fiscal Year 1990 the Governor's recommendations for Missouri higher education continue his commitment to progress in improving the quality of our institutions and programs with a general revenue increase of $46,375,113 over Fiscal Year 1989 appropriations. These recommendations address the major concerns for Missouri higher education: academic excellence, financial access, and institutional accountability.

Academic Excellence

The Governor continues to promote academic success for the students of our state with the "Bright Flight" Missouri Academic Scholarship Program which has been remarkably successful in encouraging Missouri's brightest students to go to college in their home state. For the third year of this program the Governor recommends $2,386,000 in new general revenue. In addition, the Governor recommends $1,665,536 in general revenue to replace formerly available interest earnings and $482,000 to continue supplemental funding to fund fully the first and second year students who continue to be eligible for the scholarships. In Fiscal Year 1990, a total of 3,266 students will receive scholarships. In Fiscal Year 1988, slightly more than 63 percent of our top students chose to attend Missouri institutions; in Fiscal Year 1989, that had grown to 73 percent.

Financial Access

Financial access to college is supported through a variety of scholarships, grants, and loans. As the costs of college increase, some students are unable to attend college without additional help. The Governor recommends an additional $500,000 for the Missouri Student Grant Program so that more students can receive this assistance.

An innovative program for access to professional programs not available at Missouri public institutions was begun in Fiscal Year 1989. This program provides grants or supplemental funding to Missouri students who are studying in a field designated by the CBHE as an area of need. Their studies may be at private institutions or at public institutions in other states. This assures that specialized training is available to Missouri students without the high cost of establishing a program at one of our public institutions. Currently Missouri contracts with the Kansas Board of Regents and with Washington University in St. Louis to provide seats in architecture schools. The Governor recommends an increase of $237,660 for second year funding of this program.

POLICY SUMMARY (Continued)

Several provisions of House Bill 1456 passed by the Second Regular Session of the 84th General Assembly to expand financial access will be under study this year by the Department of Higher Education. Funding of $19,000 and a half-time staff position will allow design and evaluation of scholarships for part-time students (the Competitiveness Scholarship Program) and planning for the expansion of institutional aid to students eligible for full Pell Grant assistance.

Feedback for Success

The Missouri Student Achievement Study, currently being conducted by the Department of Higher Education, is providing some of the best data in the nation for evaluating the effect high school academic programs have on college performance. Data are collected on the courses taken in high school and the courses taken in college. Aggregate information is shared with high schools and colleges so that both can perform effective self-evaluation. This study, combined with institution-based assessment projects, will continue to provide the state with information on institutional efficiency and effectiveness. The Governor recommends $38,625 and one staff position to include the next class of high school seniors in the Missouri Student Achievement Study.

Institutional Improvements

The Governor's recommendation of $35.6 million brings the total increase in state support since Fiscal Year 1985 for these institutions to $180.1 million, a 58.6 percent increase. For Fiscal Year 1990 the Governor recommends an across-the-board increase for our four-year colleges and universities of 7.5 percent.

The Governor's recommendation for funding of our four-year colleges and universities is based on the concern that the CBHE formula no longer adequately addresses the needs of our institutions. The Governor recommends that the Coordinating Board for Higher Education work with its staff to re-study the formula and make revisions so that the four-year formula more accurately reflects current institutional needs, missions, and enrollment levels and provides appropriate incentives for desired efficiencies and outcomes.

In addition to the general incremental increase, the Governor recommends several enhancements to institutional funding. For the University of Missouri, the Governor recommends $850,000 in new earmarked funds for the College of Veterinary Medicine on the Columbia campus bringing the total Fiscal Year 1990 earmarked funds to $2,550,000. This represents the third year of extraordinary funding so that the College can achieve full accredited status. Also recommended for the University of Missouri is $250,000 for University Extension to expand its highly successful Commercial Agriculture program.

Northeast Missouri State University will be entering its fourth year of implementation of the statewide liberal arts mission in Fiscal Year 1990. New funds of $588,000 are recommended to continue to upgrade faculty and programs to make the mission change successful.

Community Colleges

The Governor recommends a 7.5 percent increase in the funding for our public community and junior colleges. This is comparable to the increase provided for the four-year institutions. This recommendation will increase state support of community college expenditures from 40.6 percent to 41.3 percent. Since 1985 funding for community colleges has risen $23.8 million, a 54.9 percent increase.

Maintaining Library Services

State appropriations provide assistance to 157 public libraries throughout Missouri on the basis of the population served by the library. The CBHE projects that library acquisitions will increase in cost by eight percent during FY 1990 and the Governor recommends an increase of this amount to assure that acquisitions for our public libraries are not reduced. In addition, the Governor recommends two new staff positions for the State Library to meet its expanding needs.

HIGHER EDUCATION COORDINATION

The program includes the Commissioner of Higher Education, the general administrative staff, and the expenses of the Coordinating Board for Higher Education. The commissioner is the chief administrative officer of the department. Administrative staff, under direction of the Coordinating Board, review and coordinate the programs of approximately 70 public and private institutions of higher education. The Commissioner and staff also prepare the Coordinating Board's budget recommendations for public colleges and universities, and the distribution of state aid to community colleges. Other program responsibilities include collecting and distributing student enrollment and other institutional characteristic data, reviewing proposed new degree programs, and establishing statewide guidelines for student transfer and residency decisions.

Fiscal Year 1990 Governor's Recommendations

- $38,625 in general revenue and one staff position to provide support for the Student Achievement Study.
- $76,230 in general revenue for anticipated costs associated with elections regarding establishment of new community college districts.
- $22,634 including $21,441 in general revenue for pay plan.
- ($15,153) in general revenue core reductions from the Fiscal Year 1989 appropriation.

H.B. Sec. 3.005	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Statewide Program Reviews	3	5	5
Existing Program Reviews (Campus-based)	74	90	100
Education for Economic Security Act Grants	23	35	35
PERSONAL SERVICE			
General Revenue Fund	$ 587,141	$ 650,546	$ 695,987
Federal Funds	3,050	39,753	40,946
EXPENSE AND EQUIPMENT			
General Revenue Fund	134,729	147,314	223,016
Federal Funds	4,963	20,000	20,000
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	272,362	1,200,000	1,200,000
TOTAL	$ 1,002,245	$ 2,057,613	$ 2,179,949
General Revenue Fund	721,870	797,860	919,003
Federal Funds	280,375	1,259,753	1,260,946
Full-time equivalent employees	20.29	23.00	24.00

CONTRACTING WITH INDEPENDENT INSTITUTIONS AND OTHER STATES

The Coordinating Board for Higher Education is authorized by statute to contract with independent colleges and universities or with other states to assure that Missouri students have access to professional programs which are not available in Missouri public institutions. This arrangement carries substantially lower cost than establishing and seeking accreditation of such programs at public institutions.

The current process provides subsidies for students studying architecture at Kansas State University, the University of Kansas, and Washington University. In addition, reimbursement for waived tuition is provided to the University of Missouri-Kansas City Dental School as part of a reciprocal arrangement with the Kansas Board of Regents.

Fiscal Year 1990 Governor's Recommendations

o $237,660 in general revenue to provide second year funding for those students participating in the architecture programs and to expand the programs for the class entering college in the fall of 1989.

H.B. Sec. 3.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 0	$ 124,500*	$ 362,160

* Does not include $167,660 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations.

PROPRIETARY SCHOOL REGULATION

Sections 173.600 through 173.618 RSMo provide for the regulation of proprietary schools operating in the state of Missouri. The Coordinating Board for Higher Education is charged with the authority to issue, revoke or suspend certificates of approval, place schools on probation, require each school to file a security bond and collect data from certified proprietary schools.

Fiscal Year 1990 Governor's Recommendations

o $865 in general revenue for pay plan.

H.B. Sec. 3.015, 3.016	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 27,213	$ 28,840	$ 29,705
EXPENSE AND EQUIPMENT			
General Revenue Fund	20,373	25,445	25,445
PROGRAM SPECIFIC DISTRIBUTION			
Proprietary School Bond Fund	0	1E	1E
TOTAL	$ 47,586	$ 54,286	$ 55,151
General Revenue Fund	47,586	54,285	55,150
Proprietary School Bond Fund	0	1E	1E
Full-time equivalent employees	.70	.80	.80

DEPARTMENT OF HIGHER EDUCATION
STUDENT FINANCIAL AID

FINANCIAL SUMMARY

H.B. Sec. 3.020, 3.025, 3.030, 3.035, 3.040, 3.045, 3.050, 3.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Missouri Student Grant Program				
Administration	$ 174,509	$ 177,983	$ 183,047	$ 181,022
Distribution	9,893,936	10,444,279	11,444,279	10,944,279
Missouri Guaranteed Student Loan Program				
Administration	2,022,734	2,960,656	3,038,962	3,028,290
Investment of Funds	29,853,685	50,000,000	50,000,000	50,000,000
Prospective Teacher Loan Program				
Administration	8,428	0	0	0
Distribution	48,875	0	0	0
Academic Scholarship Program				
Administration	69,210	39,261	81,524	65,019
Distribution	1,812,100	3,664,000	6,532,000	6,532,000
Public Service Tuition Program	0	5,600	10,600	10,600
HB 1456 Implementation	0	0	52,625	19,000
DIVISIONAL TOTAL	$ 43,883,477	$ 67,291,779*	$ 71,343,037	$ 70,780,210
PERSONAL SERVICE				
General Revenue Fund	129,168	126,545	160,872	144,342
State Guaranty Student Loan Fund	452,381	533,630	588,311	577,639
EXPENSE AND EQUIPMENT				
General Revenue Fund	122,979	90,699	161,324	125,699
State Guaranty Student Loan Fund	1,570,353	2,427,026	2,450,651	2,450,651
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	8,416,408	10,266,764	15,800,300	15,300,300
Federal Funds	1,502,103	1,550,000	1,550,000	1,550,000
State Guaranty Student Loan Fund	31,641,210	52,297,115	50,631,579	50,631,579
Missouri Prospective Teacher Loan Fund	48,875	0	0	0
TOTAL	$ 43,883,477	$ 67,291,779*	$ 71,343,037	$ 70,780,210
General Revenue Fund	8,668,555	10,484,008	16,122,496	15,570,341
Federal Funds	1,502,103	1,550,000	1,550,000	1,550,000
State Guaranty Student Loan Fund	33,663,944	55,257,771	53,670,541	53,659,869
Missouri Prospective Teacher Loan Fund	48,875	0	0	0
Full-time equivalent employees	26.40	32.00	34.00	33.50

* Does not include $482,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for the Academic Scholarship Program.

STUDENT FINANCIAL AID (continued)

The Department of Higher Education is charged with administering grant and loan programs that provide assistance to the various college-going populations. These programs provide access to higher education to those in financial need and to encourage Missouri top academic students to attend Missouri institutions.

Missouri Student Grant Program

The Missouri Student Grant program provides non-repayable grants to eligible Missouri postsecondary students who may receive grants up to a maximum of ten semesters based on the lesser of: (a) demonstrated financial need; (b) one-half the tuition and fees of the previous year; or (c) $1,500. Administration of the program includes determining an applicant's eligibility for a grant, determining the amount of individual grants, issuing checks, and monitoring school financial aid offices for compliance with program requirements.

Fiscal Year 1990 Governor's Recommendations

o $500,000 in general revenue to provide grants to an additional 400 students. This will bring the total number of students receiving grants to an estimated 9,100 students.
o $3,039 in general revenue for pay plan.

Guaranteed Student Loan Program

The Guaranteed Student Loan program provides repayable loans to students through commercial lending institutions. In Fiscal Year 1990, approximately 760 lending institutions will participate in loaning funds to over 43,500 applicants. The Missouri program utilizes a not-for-profit corporation to process and service the loans. Section 173.120 RSMo establishes a state guaranty student loan fund to finance the Missouri Guaranteed Student Loan program. Funds are used for purchase of defaulted loans from lenders, reimbursement of loan recoveries to the federal government and for investment of surplus funds by the Treasurer. Payments for loan defaults are reimbursed by the federal government.

Fiscal Year 1990 Governor's Recommendations

o $51,625 in guaranteed student loan funds and one staff position to implement a provision of HB 1456, passed by the Second Regular Session of the 84th General Assembly, which allows the state to garnish wages of those individuals who have defaulted on their student loans.
o $16,009 in guaranteed student loan funds for pay plan.

Academic Scholarship Program

The Academic Scholarship program, created by HB 1356 passed by the Second Regular Session of the 83rd General Assembly, establishes $2,000 maximum scholarships for Missouri high school graduating seniors scoring in the top three percent of all Missouri students taking either the American College Testing program (ACT) or Scholastic Aptitude Test (SAT) of the College Board. The students must use the scholarship to attend Missouri colleges and universities and are renewable in the sophomore, junior, and senior years. During Fiscal Year 1989, the second year of this program, 1,218 new students decided to attend a Missouri institution and were awarded a grant of $2,000. A total of 830 sophomores were awarded a renewal grant of $2,000.

Fiscal Year 1990 Governor's Recommendations

o $2,386,000 in general revenue for the third year of this program. This will assure that all eligible students in the class of 1989 will receive scholarships if they attend Missouri colleges and universities.
o $1,665,536 in increased general revenue and a reduction of ($1,665,536) in guaranteed student loan fund interest. This change reflects the declining availability of the interest funds.
o $482,000 in general revenue to continue funding recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations which reflects updated participation rates for the current year.
o $25,000 in general revenue for additional expense and equipment needed for program administration.
o $758 in general revenue for pay plan.

STUDENT FINANCIAL AID (continued)

Public Service Tuition Scholarships

HB 487, passed by the First Regular Session of the 84th General Assembly, provides that certain children of public safety officers and public employees killed in the line of duty are to receive educational benefits. Employees are defined as highway department employees, firefighters, police officers, parole officers, probation officers, state correctional officers, or highway patrolmen employed by the State of Missouri or a political subdivision. An eligible child is to receive a grant to enroll, up to the age of 24, in a program leading to a certificate, associate degree or baccalaureate degree at an approved public or private postsecondary institution. The grant may not exceed the amount paid by a full-time undergraduate Missouri resident at the University of Missouri.

Fiscal Year 1990 Governor's Recommendations

o $5,000 in general revenue to allow distribution of information about this program.

Implementing HB 1456

HB 1456, passed by the Second Regular Session of the 84th General Assembly, provides for "Competitiveness Scholarships" to be awarded to part-time students who are employed more than 20 hours a week and have financial need. This legislation also authorized the CBHE to work with two- and four-year institutions to increase the enrollment of maximum need students. For Fiscal Year 1990 the Governor's recommendations provide for staff and expenses associated with establishing guidelines, rules, and application processes prior to implementation of these programs.

Fiscal Year 1990 Governor's Recommendations

o $19,000 in general revenue and a half-time staff position is recommended to provide for development of applications and regulations for these new programs. The Board indicates no distribution funds will be requested until the policies and procedures for the new programs are established.

STATE ANATOMICAL BOARD

Sections 194.120 through 194.180 RSMo authorize the State Anatomical Board to collect and distribute human cadavers to qualified medical schools. Expenditures consist of fixed stipends for officers of the Board and per capita stipends for local doctors with the responsibility for receipt and distribution of bodies. Participating schools pay a per student assessment of 50 cents which are deposited in general revenue.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 3.065	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 2,627	$ 3,000	$ 3,000

FINANCIAL SUMMARY

H.B. Sec. 3.070, 3.075, 3.080, 3.085	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Missouri State Library	$ 852,234	$ 941,095	$ 1,393,519	$ 1,089,975
Wolfner Library for the Blind and Physically Handicapped	285,564	404,969	416,271	411,750
State Aid For Public Libraries	1,800,385	1,976,400	2,724,293	2,134,512
Federal Aid for Public Libraries	2,079,812	4,133,562	4,133,562	4,133,562
DIVISIONAL TOTAL	$ 5,017,995	$ 7,456,026	$ 8,667,645	$ 7,769,799
PERSONAL SERVICE				
General Revenue Fund	644,843	709,359	786,828	772,639
Federal Funds	183,454	186,114	195,420	191,697
EXPENSE AND EQUIPMENT				
General Revenue Fund	167,217	212,417	587,368	297,215
Federal Funds	142,284	163,174	165,174	165,174
Higher Education Institutional Gift Trust Fund	0	75,000	75,000	75,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	1,800,385	1,976,400	2,724,293	2,134,512
Federal Funds	2,079,812	4,133,562	4,133,562	4,133,562
TOTAL	$ 5,017,995	$ 7,456,026	$ 8,667,645	$ 7,769,799
General Revenue Fund	2,612,445	2,898,176	4,098,489	3,204,366
Federal Funds	2,405,550	4,482,850	4,494,156	4,490,433
Higher Education Institutional Gift Trust Fund	0	75,000	75,000	75,000
Full-time equivalent employees	41.66	45.00	47.00	47.00

SUMMARY OF RECOMMENDATIONS

The Department of Higher Education has the responsibility for the State Library and Wolfner Library for the Blind and Physically Handicapped. In addition, the Department distributes funds appropriated for state aid to public libraries and administers federal grants under the federal Library Services and Construction Act.

Missouri State Library

The Missouri State Library supports or works in concert with public, academic and institutional (e.g., penal, mental health) libraries of the state with grant support, consultant services, development of criteria for establishment of libraries, collection development, resources sharing, and coordination. The library serves as a research and reference library for state government and the legislature, and as the central outlet for census data information.

Fiscal Year 1990 Governor's Recommendations

- o $95,471 in general revenue for improvements at the State Census Data Center. These funds will allow the Center to improve and distribute more broadly census data information and statistical data.
- o $42,000 in general revenue and two staff positions to enable the State Library to be more responsive to library service delivery and user needs statewide.
- o $6,480 including $4,480 in general revenue to compensate for inflation in library acquisitions.
- o $20,082 including $14,499 in general revenue for pay plan.
- o ($15,153) in general revenue core reductions from the Fiscal Year 1989 appropriations.

MISSOURI STATE LIBRARY (continued)

Wolfner Library for the Blind and Physically Handicapped

The Wolfner Library for the Blind and Physically Handicapped provides to eligible blind, visually impaired, physically handicapped, and learning disabled citizens of the state a variety of braille and large print books, talking books recorded on cassette and disc, as well as cassette and disc playback equipment. Production of the materials, equipment and postal charges for their distribution are provided by the federal government through the National Library Service. The State of Missouri pays for the cost of housing the collection of materials and equipment and for the staff to operate the service.

Fiscal Year 1990 Governor's Recommendations

- $6,781 in general revenue for pay plan.

State Aid for Public Libraries

The Missouri Constitution authorizes the state to support and aid public libraries. Consistent with this authority and the procedure set out in Section 181.060 RSMo, the Missouri State Library distributes funds to eligible public libraries on the basis of population served by the library district. A public library becomes eligible for participation if it has voted a local tax of at least ten cents per one hundred dollars assessed valuation. Local libraries use state funds to supplement local support.

Fiscal Year 1990 Governor's Recommendations

- $158,112 in general revenue to partially compensate for inflation in the books and periodicals purchased by the public libraries of the state. This represents an 8.0 percent increase over Fiscal Year 1989 appropriations.

Federal Aid for Public Libraries

The Missouri State Library administers federal grants under the federal Library Services and Construction Act. According to state plan, the library distributes funds to local public libraries for personnel, books, and other library materials, and for general operation expenses to develop and improve library services. In addition, funds are available to local groups of libraries for improving local library cooperation. All costs for cooperative projects except book purchases and building construction are eligible for funding.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

AID TO PUBLIC COMMUNITY COLLEGES

State law authorizes aid to public community colleges for up to 50 percent of the average statewide operating cost per student credit hour as approved by the Department of Higher Education. State law also authorizes a higher level of state aid for occupational or vocational student credit hours. Eleven institutions are eligible to receive state aid: Crowder College in Neosho, East Central College in Union, Jefferson Junior College in Hillsboro, the Metropolitan Community Colleges in Kansas City, Mineral Area Junior College in Flat River, Moberly Area Junior College, St. Charles Community College, the St. Louis Community Colleges, State Fair Community College in Sedalia, Three Rivers Community College in Poplar Bluff, and Trenton Junior College.

Fiscal Year 1990 Governor's Recommendations

o $4,684,705 in general revenue increases for distribution to the state's eleven community colleges. This represents a 7.5 percent increase over Fiscal Year 1989 funding and an increase of 54.9 percent since Fiscal Year 1985.

H.B. Sec. 3.090	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Full-Time-Equivalent Fall Enrollment	30,784	32,171	34,619
Percent of State Support	40.3	40.6	41.3
General Revenue Fund	$ 56,336,210	$ 62,462,738	$ 67,147,443

INSTITUTIONS OF HIGHER EDUCATION

The budget recommendations for Missouri's ten public, four-year institutions of higher education are based on the recommendations developed by the Coordinating Board for Higher Education. References to the Fiscal Year 1989 request refer to the recommendations of the Coordinating Board, not requests of individual institutions.

The recommendations for the public, four-year institutions of higher education are divided into two groups: (1) the four comprehensive universities, Northeast Missouri State University, Lincoln University, and the three state colleges, and (2) the University of Missouri. The first group consists of Central Missouri State University at Warrensburg, Southeast Missouri State University at Cape Girardeau, Southwest Missouri State University at Springfield, Northwest Missouri State University at Maryville, Northeast Missouri State University at Kirksville, Lincoln University at Jefferson City, Missouri Southern State College at Joplin, Missouri Western State College at St. Joseph and Harris-Stowe State College at St. Louis. The comprehensive universities, Northeast and Lincoln offer both graduate and undergraduate programs. The state colleges offer undergraduate programs.

The programs of the University of Missouri include the education and general operations of the University of Missouri campuses at Columbia, Kansas City, Rolla and St. Louis, the University Hospital and Clinics, the Alzheimer's Research Program, the Missouri Institute of Psychiatry, the Missouri Kidney program, the State Historical Society, the higher education research fund and interest and investments from state seminary moneys fund and state seminary fund. The University of Missouri offers undergraduate, graduate, professional degrees and comprehensive research and public services activities.

COORDINATING BOARD FOR HIGHER EDUCATION REQUEST

The Coordinating Board for Higher Education has developed a formula and add-on general revenue support to calculate the general revenue recommendations for education and general operations of the ten institutions. Formula recommendations are calculated based on formula components representing major program classifications of expenditures. The sum of the formula components produces a total recommended expenditure level for each institution. A given percentage is applied to this total which represents the Coordinating Board's recommendation of general revenue support of expenditures. For Fiscal Year 1990 a separate component, Cooperative Extension, is added for the University of Missouri and Lincoln University. The Extension program has been a subcategory of the Research and Public Service component.

For Fiscal Year 1990 the Coordinating Board recommends the following percentages of general revenue support: 68 percent for the University of Missouri, 70 percent for Northeast Missouri State University and Lincoln University, 72 percent for the comprehensive universities and 74 percent for the four-year colleges. The Coordinating Board recommends $509,673,494 in general revenue support for the the ten formula components of the ten public, four-year institutions of higher education. In addition to the formula recommendation, the Board has recommended $5,304,289 for a two percent salary investment and $588,000 for the four-year transition funding for the mission change at Northeast Missouri State University. The total general revenue recommendation of the Board is for $515,565,783, an increase of $63,637,118 (or 14.1 percent) above the Fiscal Year 1989 appropriation.

1. Instruction

The instruction component includes direct expenditures for formal educational activities in which a student engages to earn credit toward a degree or certificate. Expenditures for departmental research not separately budgeted elsewhere, and for department chairpersons or division heads with teaching responsibilities, are included in the instruction component.

The Coordinating Board for Higher Education inflated the current year planned expenditures in instruction to derive a Fiscal Year 1990 recommendation for the instruction component. Each institution's planned expenditures for instruction were increased by the Board's salary policy for instructional faculty of 8 percent for 90 percent of the expenditures and the expense and equipment policy of 3 percent for the remaining 10 percent.

INSTITUTIONS OF HIGHER EDUCATION (Continued)

2. Research and Public Service

The research and public service component includes research activities of individual faculty members and specific research projects. It also includes expenditures for activities such as conferences, seminars, clinics, community service projects, and cooperative extension services.

The Board's recommendation for the research and public service component distinguishes between types of institutions according to their role and scope in the system of public higher education. For the University of Missouri, the recommendation is based on 15 percent of the instruction component recommendation for the University to support the statewide and major responsibilities in basic research and public service. The Coordinating Board's recommendation for Lincoln and Northeast represents 10 percent of the instruction component recommendation, represents 5 percent of instruction for the comprehensive universities and represents 2 percent for the three colleges. In addition, the ongoing institutes and research centers' current year expenditures are inflated by the Board's policy factors for faculty and expense and equipment.

3. Cooperative Extension

Cooperative Extension is a partnership made up of local residents, the state's two land-grant universities (University of Missouri and Lincoln University) the U.S. Department of Agriculture, and county governments throughout the state. All of these groups share in the planning, financing, and operating of Extension programs.

The Fiscal Year 1990 general revenue recommendation for Cooperative Extension was calculated by applying the CBHE faculty policy factor of 8 percent to salary expenditures and the 3 percent policy factor for expense and equipment to all other general revenue expenditures. Because the Fiscal Year 1989 base expenditures included only general revenue, the Cooperative Extension budget is calculated at 100 percent general revenue.

4. Libraries

The library component includes expenditures related to collecting, cataloging, storing, and distributing published materials in support of an institution's academic programs.

The Coordinating Board's recommendation for the libraries component was developed by increasing each institution's Fiscal Year 1989 planned expenditures by the Board's policy factors of 5 percent for non-instructional staff and 3 percent for expense and equipment. Library acquisitions are increased by the Board's policy factor of 10 percent for the University of Missouri to recognize its mission as the state's major research institution and 8 percent for the remaining colleges and universities.

5. Student Aid

The student aid component includes scholarships and fellowships provided directly by institutions in the form of grants, trainee stipends, prizes, awards, and tuition and fee remissions.

The Coordinating Board's recommendations provide increased funding for student aid in Fiscal Year 1990. In calculating this formula component, the Board increased each institution's actual Fiscal Year 1988 fee income by the percent of increase in fees from 1988 to 1989 to arrive at an adjusted Fiscal Year 1989 fee income base. The Board then recommended ten percent of this adjusted Fiscal Year 1988 fee income base for student aid at all institutions.

INSTITUTIONS OF HIGHER EDUCATION (Continued)

6. Academic Support/Student Services

The component consists of the following: (1) academic support functions such as museums and galleries, educational media services, ancillary services such as demonstration schools and academic administration; and (2) student services, such as administration of student activities, counseling and career placement, financial aids administration, and admissions offices.

The Board's recommendation for the academic support/student services component is calculated by incrementing 70 percent of Fiscal Year 1989 planned expenditures by the Board's policy factor of 5 percent for non-faculty personnel. Thirty percent of planned expenditures is increased by 3 percent for expense and equipment inflation.

In addition to the recommendations for general increases, the Coordinating Board's recommendation includes additional funding for projects at eight campuses to promote student retention and provide remedial development and assistance to high risk students:

Central:	High Risk Student Retention
Southeast:	Bootheel Consortium-Career Counselor Retention Program (Cape Girardeau campus)
Southwest:	Retention of Special Need Students
Lincoln:	Student Retention Program
Northeast:	Minority Opportunity Enhancement
Southern:	Retention of High Risk Students Nontraditional Student Support System
Western:	Nontraditional Student Advisement and Retention Services
Harris-Stowe:	High Risk Student/Counseling/Testing & Retention Program

7. Administration

The administration component includes the executive management, fiscal operations, general administrative services such as procurement and printing, and public relations and development.

The Board inflated 60 percent of the Fiscal Year 1989 planned expenditures in administration by the Board's 5 percent non-faculty salary policy factor. The remaining 40 percent of planned expenditures was inflated by the 3 percent expense and equipment policy factor.

8. Physical Plant

The physical plant component includes all expenditures for operating and maintaining the institutions' buildings and grounds, except expenditures for utilities and for maintaining facilities which operate as auxiliary enterprises, such as dormitories.

The Board's recommendation for the physical plant component is a percentage of total recommendations for instruction, research and public service, libraries, student aid, academic support, and institutional support. The Board recommends seven percent of these expenditures for all institutions.

In addition, the Board recommends that funding be included for the cost of operating six new buildings at five campuses during Fiscal Year 1990:

Western:	Learning Resource Center (Six months occupancy)
Northeast:	Library Addition
UM-Columbia:	Brewer Addition
UM-Kansas City:	Nelson School (Partial year occupancy)
UM-St. Louis:	Science Building (One month occupancy) Library Addition

INSTITUTIONS OF HIGHER EDUCATION (Continued)

9. Utilities

The component includes the cost of fuel and utilities to operate the facilities of the institutions.

The Board has recommended each individual institution's request for increases in fuel and utilities.

10. Equipment

Higher education institutions must provide a systematic replacement of scientific, instructional, and other types of equipment in order to maintain an effective learning experience for students.

To provide funds for this purpose, the Coordinating Board has recommended a percentage of each institution's equipment inventory as of June 30, 1988. The varying percentages recommended reflect the differing missions and expenditure practices of the institutions. For the state colleges the percentage for replacement is 8 percent and for comprehensive universities the percentage is 10 percent. The Coordinating Board's recommendation for the University of Missouri, Northeast and Lincoln University is 12 percent to address the needs for sophisticated scientific, instructional, and laboratory equipment having an average useful life much shorter than that of less specialized types of equipment.

ADDITIONAL RECOMMENDATIONS

In addition to the Coordinating Board recommendation for the formula components, the Board has recommended $5,892,289 for different projects and needs at the various institutions. These projects represent add-ons to the formula at 100 percent general revenue support. The projects include $5,304,289 to address the first year of a five-year effort to improve faculty salaries at our four-year institutions. This amount represents a 2 percent salary investment for each of the institutions. The other CBHE recommendation for Fiscal Year 1990 is $588,000 for the fourth year of the mission change at Northeast Missouri State University.

ENROLLMENT AT PUBLIC FOUR-YEAR INSTITUTIONS

	Fall 1986	Fall 1987	Fall 1988
Fall Semester, On-Campus, On Schedule FTE Students:			
Central Missouri State University	8,059	8,289	8,921
Southeast Missouri State University	7,752	7,270	7,283
Southwest Missouri State University	12,412	13,118	14,066
Lincoln University	2,108	1,643	1,810
Northeast Missouri State University	6,090	5,727	5,775
Northwest Missouri State University	4,239	4,376	4,646
Missouri Southern State College	3,290	3,540	3,919
Missouri Western State College	3,004	3,050	3,141
Harris-Stowe State College	773	833	829
SUBTOTAL	47,727	47,846	50,390
University of Missouri:			
Columbia	19,498	19,577	19,849
Kansas City	7,686	7,726	7,723
Rolla	4,964	4,619	4,441
St. Louis	7,534	7,876	8,150
SUBTOTAL	39,682	39,798	40,163
TOTAL FOUR-YEAR INSTITUTIONS	87,409	87,644	90,553

FINANCIAL SUMMARY

H.B. Sec. 3.100, 3.105, 3.110, 3.111, 3.115, 3.120, 3.121, 3.125, 3.130, 3.135, 3.140	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Central Missouri State University	$ 29,911,114	$ 33,792,729	$ 39,810,131	$ 36,327,184
Southeast Missouri State University	27,026,994	29,254,457	32,507,821	31,448,541
Southwest Missouri State University	41,277,586	44,947,542	53,685,148	48,318,607
Lincoln University	8,849,315	9,626,216	10,676,799	10,348,183
Northeast Missouri State University	22,118,352	24,619,618	27,610,695	27,205,689
Mission Change - Year 4	669,800	688,000	588,000	588,000
Northwest Missouri State University	15,689,364	16,990,794	19,572,452	18,265,104
Missouri Southern State College	10,763,296	11,726,294	13,407,823	12,605,766
Missouri Western State College	10,798,620	11,690,230	13,344,891	12,566,997
Harris-Stowe State College	4,198,800	4,578,616	5,114,600	4,922,012
TOTAL				
General Revenue Fund	$ 171,303,241	$ 187,914,496	$ 216,318,360	$ 202,596,083

SUMMARY OF RECOMMENDATIONS

The Governor's recommendation for funding of our four-year colleges and universities is based on the concern that the CBHE formula no longer adequately addresses the needs of our institutions. The Governor recommends that the Coordinating Board for Higher Education work with its staff to re-study the formula and make revisions so that the four-year formula more accurately reflects current institutional needs, missions, and enrollment levels and provides appropriate incentives for desired efficiencies and outcomes.

Fiscal Year 1990 Governor's Recommendations

- o $14,093,587 in general revenue for a 7.5 percent increase in general operating expenses of our four-year colleges and universities. This brings the total increase in state support since Fiscal Year 1985 to $81.4 million, an increase of 67.1 percent.
- o $588,000 in general revenue for Northeast Missouri State University to provide additional funding necessary for the fourth year of the mission change from a comprehensive university to the statewide liberal arts institution.

FINANCIAL SUMMARY

H.B. Sec. 3.145, 3.150	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
University of Missouri	$ 241,099,294	$ 262,314,169	$ 299,247,423	$ 282,115,232
Commercial Agriculture	0	0	0	250,000
Veterinary Medicine Extraordinary Funding	850,000	1,700,000	0	2,550,000
TOTAL				
General Revenue Fund	$ 241,949,294	$ 264,014,169*	$ 299,247,423	$ 284,915,232

* Does not include $50,000 for the University of Missouri-Kansas City recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations. This will compensate the University for the tuition waived for Kansas residents enrolled in the UMKC Dental School under the interim agreement for exchange of dental and architecture students.

SUMMARY OF RECOMMENDATIONS

The Governor's recommendation for funding of our four-year colleges and universities is based on the concern that the CBHE formula no longer adequately addresses the needs of our institutions. The Governor recommends that the Coordinating Board for Higher Education work with its staff to re-study the formula and make revisions so that the four-year formula more accurately reflects current institutional needs, missions, and enrollment and provides appropriate incentives for desired efficiencies and outcomes.

Fiscal Year 1990 Governor's Recommendations

- $19,801,063 in general revenue for a 7.5 percent increase in general operating expenses of the University of Missouri. This brings the total increase in state support since Fiscal Year 1985 to $98.7 million, an increase of 53 percent.
- $850,000 in general revenue for the University of Missouri-Columbia College of Veterinary Medicine. These earmarked funds, now totaling $2,550,000, are provided to achieve full accreditation for the College.
- $250,000 in general revenue for the Commercial Agriculture Program of University Extension to assist Missouri farmers in acquiring and using emerging technologies to promote competitiveness in world markets.

FINANCIAL SUMMARY

3.160, 3.165, 3.170, 3.175, H.B. Sec. 3.180, 3.185, 3.190, 3.195	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Hospital and Clinics	$ 14,450,000	$ 15,119,052	$ 16,167,507	$ 15,302,652
Alzheimer's Research Program	0	205,524	250,140	250,140
Missouri Institute of Psychiatry	2,085,500	2,169,260	2,309,657	2,222,906
Missouri Kidney Program	3,924,151	4,048,397	4,174,823	4,055,858
State Historical Society	616,285	658,625	740,378	724,869
Higher Education Research Fund	0	800,000	2,500,000	800,000
State Seminary Fund Investments	192,185	1,000,000E	1,000,000E	1,500,000E
State Seminary Moneys Fund Interest	174,871	225,000E	225,000E	225,000E
TOTAL	$ 21,442,992	$ 24,225,858	$ 27,367,505	$ 25,081,425
General Revenue Fund	21,075,936	23,000,858	26,142,505	23,356,425
State Seminary Fund	192,185	1,000,000E	1,000,000E	1,500,000E
State Seminary Moneys Fund	174,871	225,000E	225,000E	225,000E

UNIVERSITY OF MISSOURI - OTHER PROGRAMS

The University of Missouri provides a range of programs that are related to its institutional mission but not a part of the education and general operations.

Hospital and Clinics

The University of Missouri-Columbia operates a teaching facility for medical, nursing and other health care field students. In addition, the facility provides inpatient care, outpatient care and specialized medical services to both area residents and persons referred from throughout the state. The hospital budget includes costs associated with providing patient care and maintenance of the facility. Instructional and research activity costs are included in the university's general operating budget.

Fiscal Year 1990 Governor's Recommendations

o $183,600 in general revenue for pay plan.

Alzheimer's Research Program

Senate Bill 200, passed by the First Regular Session of 84th General Assembly, stipulates that the Board of Curators of the University of Missouri shall request funds to establish a research program that will promote the advancement of knowledge in the area of Alzheimer's Disease and related disorders.

Fiscal Year 1990 Governor's Recommendations

o $44,616 in general revenue increases to allow continuation of the program.

Missouri Institute of Psychiatry

The Missouri Institute of Psychiatry, operated by the School of Medicine of the University of Missouri at Columbia, is a mental health research and teaching institute which provides educational and staff support to the Department of Mental Health. The institute conducts research into the basic cause of mental illness and methods for improved patient care and runs training programs for mental health professionals.

Fiscal Year 1990 Governor's Recommendations

o $53,646 in general revenue for pay plan.

UNIVERSITY OF MISSOURI - OTHER PROGRAMS (Continued)

Missouri Kidney Program

The Missouri Kidney program enables Missourians with end-stage renal disease (ESRD) to obtain treatment. The program contracts with federally-approved dialysis centers and facilities and pays those costs of dialysis or kidney transplantation not paid by other sources such as Medicare, Medicaid and private insurance. Patients' drugs, transportation expenses, and medical bills are paid by the program, along with the needed medical equipment and supply costs.

Fiscal Year 1990 Governor's Recommendations

- o $7,461 in general revenue for pay plan.

State Historical Society

The State Historical Society of Missouri is directed by statute to collect, preserve, publish and make accessible those materials which pertain to the history of Missouri and western America. The staff conduct research projects, publish the quarterly Missouri Historical Review and produce other publications.

Fiscal Year 1990 Governor's Recommendations

- o $50,500 in general revenue to allow for urgently needed preservation measures, primarily rebinding of reference books and microfilming of older deteriorating research collections.
- o $15,744 in general revenue for pay plan.

Higher Education Research Fund

Section 173.515 RSMo creates the higher education research fund, administered by the Board of Curators of the University of Missouri. The fund provides matching monies for approved basic or applied research projects. Awards are made on a competitive basis by the Board of Curators.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

State Seminary Fund Investments and Interest on Investments

The state seminary fund consists of the proceeds of the sale of land donated to the state, proceeds from a direct tax received from the United States, the James S. Rollins scholarship fund, and others. The fund is invested by the Board of Curators in registered bonds of the United States, the State of Missouri, Missouri school districts, or other bonds or securities with payments that are fully guaranteed by the United States at not less than par. The State Treasurer is empowered to collect the interest on bonds when due, place it to the credit of the seminary fund and pay the Board of Curators the annual income received in the seminary fund. Income from the state seminary moneys fund is given to the University of Missouri as required by Article IX, Section 6 of the Constitution of the State of Missouri and by Chapter 172.610 RSMo.

Fiscal Year 1990 Governor's Recommendations

- o $500,000 is added to the estimated appropriation for the state seminary fund to allow for increased investment in government securities.

DEPARTMENT OF REVENUE

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Division of Administration	$ 8,177,344	$ 9,146,583	$ 10,077,076	$ 9,569,960
Division of Information Systems	8,392,274	9,615,254	11,173,581	10,268,148
Division of Taxation	9,271,921	9,681,769	11,060,246	10,615,808
Division of Compliance	7,105,140	8,262,990	9,662,171	8,994,725
Division of Motor Vehicle & Drivers Licensing	15,602,472	16,717,384	18,574,773	17,835,243
Highway Reciprocity Commission	849,972	909,255	975,921	958,734
State Tax Commission	2,534,315	2,775,601	2,766,184	2,749,186
Refunds and Distributions	362,503,859	359,154,754	401,326,565	402,613,925
Missouri Horse Racing Commission	253,416	370,488	802,999	378,432
State Lottery Commission	121,945,117	189,202,006	170,965,617	175,965,617
DEPARTMENTAL TOTAL	$ 536,635,830	$ 605,836,084	$ 637,385,133	$ 639,949,778
General Revenue Fund	245,543,928	259,095,672	275,245,273	272,856,779
Federal Funds	84,181	593,890	624,533	614,595
Conservation Commission Fund	324,189	333,223	356,052	352,018
Parks Sales Tax Fund	0	137,577	137,577	137,577
Soil and Water Sales Tax Fund	0	137,577	137,577	137,577
DOR Information Fund	327,906	1,885,306	2,179,283	2,156,228
Highway Department Fund	40,703,436	40,538,052	50,029,967	48,020,333
Workers' Compensation Fund	719,995	1,650,000	7,645,000	7,645,000
Second Injury Fund	29,126	30,000	30,000	30,000
Lottery Enterprise Fund	121,945,117	189,202,006	170,965,617	175,965,617
Petroleum Inspection Fund	0	20,745	22,218	22,018
Motor Fuel Tax Fund	76,174,771	67,300,000	78,000,000	79,000,000
Missouri Breeders' Fund	0	12,036	12,036	12,036
County Aid Road Trust Fund	50,783,181	44,900,000	52,000,000	53,000,000
Full-time equivalent employees	2,222.29	2,235.28	2,309.82	2,274.67

POLICY SUMMARY

Fiscal Year 1990 budget initiatives for the Department of Revenue are geared toward enhancement of revenue collection and enforcement activities and improvement of taxpayer services. The department strives to ensure that all taxes owed to the state are paid, that taxpayers are not unduly burdened by the process, and that taxes are collected at a minimal administrative cost. The Governor's Fiscal Year 1990 budget recommendations will enable the department to continue to efficiently and effectively collect taxes and provide taxpayer services to Missourians.

Revenue Collection and Enforcement Activity Enhancement

In addition to current activities the Department of Revenue is performing to enhance revenue collection and enforcement, the Governor recommends funding for the following new revenue generating activities:

- $1,105,000 in Fiscal Year 1989 supplemental and Fiscal Year 1990 funding for increased utilization of collection agencies. The benefit/cost ratio for use of collection agencies is 4 to 1. Therefore, this increase is expected to result in an additional $4.42 million in delinquent tax collections during Fiscal Years 1989 and 1990.

POLICY SUMMARY (Continued)

- $230,478 for ongoing telephone costs and technical support for the automated collection system which will generate approximately $5 million in additional revenue in Fiscal Year 1990.

- $99,065 for a Nexus unit within the Division of Compliance to identify out-of-state businesses that owe tax to Missouri. The operations of the unit are expected to generate $1 million in revenue during Fiscal Year 1990 for a benefit/cost ratio of over 10 to 1.

- $37,680 for two additional agents in the Division of Taxation needed due to economic growth in central Missouri. These agents are expected to yield approximately $990,000 in additional revenue in Fiscal Year 1990.

Funding for New Legislation

The Governor recommends $868,178 in Fiscal Year 1989 supplemental and Fiscal Year 1990 funding to implement legislation passed by the 84th General Assembly. This includes funding for HB 990, which requires registration and titling of all-terrain vehicles; HB 1512, which established a motor vehicle commission within the Department of Economic Development; HB 1581, which requires the department to "brand" the titles and maintain odometer reading data for certain types of motor vehicles; HB 1629, which changes the point of tax collection for special fuels; and HB 210, which revises the distribution of motor vehicle sales tax revenue in St. Louis County. The Governor also recommends $312,578 for a legislative programming group to make modifications to existing computer systems necessitated by new and future legislation.

Improved Taxpayer Service

The Governor recommends a total of $306,601 in Fiscal Year 1989 and Fiscal Year 1990 funding to provide improved services to Missouri taxpayers including:

- $126,259 for a computerized voice response system that will automatically respond to telephone inquiries regarding driver record information. The system will improve access to relevant information, and reduce the need for additional telephone information specialists.

- $94,428 for two enforcement agents in the Criminal Investigations Bureau to ensure that bingo games are operated in compliance with state law.

- $85,914 for four staff necessary due to workload increases resulting from the new Missouri Individual Income Tax System (MINITS). These staff will speed up income tax form processing.

Support for Missouri Counties

The Governor recommends $4,013,673 in Fiscal Year 1989 supplemental and Fiscal Year 1990 funding to reimburse counties for costs of county assessors based on a final assessment and equalization maintenance plan.

State Lottery Commission

The Governor recommends an estimated $23,365,617 for operating expenses, $90,000,000 for prizes and $62,600,000 for transfers from the Lottery Enterprise Fund. On August 2, 1988 the voters approved Constitutional Amendment No. 3, providing that at least 45 percent of monies from the sale of lottery tickets will be paid as prizes and removing existing advertising restrictions. The recommended budget reflects these reforms which enhance the efficiency of the Lottery by improving its long-term ability to benefit state programs through higher sales.

Horse Racing Commission

The Governor recommends $378,431 for the operation of the Missouri Horse Racing Commission to continue its administrative functions and oversee racing at the State Fair. The Governor additionally recommends an estimated appropriation for extended racing dates. If a horse racing facility comes on-line during the fiscal year, the commission will be allotted funds to regulate that facility.

DIVISION OF ADMINISTRATION

The Office of the Director is responsible for the processing and enforcement of tax and licensing functions. The administrative staff is responsible for all budgetary, accounting, and fiscal operations of the department. The legal counsel assists the divisions with their respective statutory functions, provides research and legislative assistance, and oversees the filing of administrative rules. The personnel office is responsible for recruiting and training employees in addition to maintaining personnel records. The general services staff provides custodial, mail, and motor pool services.

Fiscal Year 1990 Governor's Recommendations

- $194,000 general revenue for ongoing telephone line charges associated with the automated collection system.
- $50,757 to implement legislation passed by the Second Regular Session of the 84th General Assembly, including $43,907 general revenue.
- $173,226 for pay plan, including $123,234 general revenue.
- $24,372 general revenue and one employee transferred from the Division of Information Systems.
- $50,000 general revenue transferred from the Division of Taxation.
- ($3,120) in state highway department fund expense and equipment core reductions due to passage of HB 1512 by the Second Regular Session of the 84th General Assembly.
- ($65,858) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 4.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 848,058	$ 921,766	$ 1,069,372
DOR Information Fund	0	34,677	35,761
Highway Department Fund	2,232,268	2,312,042	2,360,950
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,922,498	2,788,285	3,010,334
DOR Information Fund	133,123	194,418	194,418
Highway Department Fund	3,041,397	2,893,235	2,896,965
Petroleum Inspection Fund	0	2,160	2,160
TOTAL	$ 8,177,344	$ 9,146,583	$ 9,569,960
General Revenue Fund	2,770,556	3,710,051	4,079,706
DOR Information Fund	133,123	229,095	230,179
Highway Department Fund	5,273,665	5,205,277	5,257,915
Petroleum Inspection Fund	0	2,160	2,160
Full-time equivalent employees	149.19	152.00	153.00

DIVISION OF INFORMATION SYSTEMS

The Division of Information Systems provides data processing services to the department and other agencies including support and maintenance of integrated communications networks.

Fiscal Year 1990 Governor's Recommendations

- o $312,578 for a legislative programming group to make revisions to existing computer systems necessitated by past and future legislation, including $130,946 general revenue.
- o $98,679 to implement legislation passed by the 84th General Assembly, including $21,826 general revenue.
- o $85,914 general revenue and four staff to handle increased data entry work resulting from the new Missouri Individual Income Tax System.
- o $36,478 general revenue and one staff to provide ongoing technical support for the automated collection system.
- o $31,397 in Department of Revenue information funds for computer programming associated with an automated voice response system.
- o $335,224 for pay plan, including $251,644 general revenue.
- o ($24,372) and one employee was transferred to the Division of Administration.
- o ($50,000) general revenue in core reductions for one-time equipment purchases.
- o ($173,004) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 4.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Communications Network Transactions	49,941,894	55,549,610	56,610,000
Terminal/Months On-Line	12,544	14,371	15,246
CPU Service Units	35,418,128	37,419,346	39,873,000
PERSONAL SERVICE			
General Revenue Fund	$ 1,681,047	$ 1,794,183	$ 2,227,119
Federal Funds	11,536	143,413	154,349
DOR Information Fund	103,518	217,961	264,778
Highway Department Fund	2,654,196	2,801,176	3,064,735
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,326,760	1,740,270	1,586,766
Federal Funds	0	211,830	211,830
DOR Information Fund	57,426	306,460	307,660
Highway Department Fund	2,557,791	2,399,961	2,450,911
TOTAL	$ 8,392,274	$ 9,615,254*	$ 10,268,148
General Revenue Fund	3,007,807	3,534,453	3,813,885
Federal Funds	11,536	355,243	366,179
DOR Information Fund	160,944	524,421	572,438
Highway Department Fund	5,211,987	5,201,137	5,515,646
Full-time equivalent employees	220.19	240.85	256.65

* Does not include $50,492 in state highway department funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for implementation of legislation passed by the Second Regular Session of the 84th General Assembly.

DIVISION OF TAXATION

Division of Taxation staff prepare tax forms, process returns, maintain records of tax revenues, and assist the public. The business tax bureau is responsible for administering the financial institution tax, city and state sales/use taxes, motor fuel tax, cigarette tax, and bingo remittances. The individual tax bureau administers the individual income tax, corporate income tax, employer withholding, inheritance tax, and senior citizen tax credits. The delinquent tax bureau ensures that money owed the state is collected and provides assistance to taxpayers in completing tax forms.

Fiscal Year 1990 Governor's Recommendations

- o $335,828 to implement legislation passed by the Second Regular Session of the 84th General Assembly, including $278,330 general revenue.
- o $37,680 general revenue for two additional revenue agents for Central Missouri.
- o $150,000 general revenue for increased printing costs.
- o $513,031 for pay plan, including $484,754 general revenue.
- o ($50,000) general revenue transferred to the Division of Administration.
- o ($50,000) general revenue in core reductions for one-time equipment purchases.
- o ($2,500) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 4.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 7,190,887	$ 7,363,385	$ 8,098,089
Conservation Commission Fund	277,062	284,258	302,816
Highway Department Fund	435,201	445,276	506,058
Petroleum Inspection Fund	0	17,796	19,069
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,255,626	1,383,105	1,496,665
Conservation Commission Fund	47,127	48,965	49,202
DOR Information Fund	33,839	105,000	105,000
Highway Department Fund	32,179	33,195	38,120
Petroleum Inspection Fund	0	789	789
TOTAL	$ 9,271,921	$ 9,681,769*	$ 10,615,808
General Revenue Fund	8,446,513	8,746,490	9,594,754
Conservation Commission Fund	324,189	333,223	352,018
DOR Information Fund	33,839	105,000	105,000
Highway Department Fund	467,380	478,471	544,178
Petroleum Inspection Fund	0	18,585	19,858
Full-time equivalent employees	538.92	517.65	535.15

* Does not include $18,507 general revenue recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for the cost of printing additional tax booklets.

DIVISION OF COMPLIANCE

The Division of Compliance is responsible for civil audits and enforcement of criminal statutes applicable to corporate taxes administered by the department. The field audit bureau is comprised of five Missouri offices and three out-of-state offices. Field staff audit sales/use, motor fuel and corporate income taxes. The criminal investigation bureau investigates suspected tax, motor vehicle and drivers license fraud, and prepares cases for prosecution.

Fiscal Year 1990 Governor's Recommendations

- $182,234 in state highway department funds to implement legislation passed by the Second Regular Session of the 84th General Assembly.
- $99,065 general revenue and three staff for a Nexus unit to identify out-of-state corporations liable for tax in Missouri.
- $94,428 general revenue and two enforcement agents for the Criminal Investigations Bureau to focus on bingo operations.
- $497,508 for pay plan, including $486,481 general revenue.
- ($39,500) general revenue in core reductions for one-time equipment purchases.
- ($102,000) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 4.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Audits Performed	4,411	5,000	5,000
Collections to Dollar of Cost	$7 to $1	$7 to $1	$7 to $1
Criminal Investigations	491	500	500
Cases Referred for Prosecution	105	90	90
Dealer Revocations	94	95	95
PERSONAL SERVICE			
General Revenue Fund	$ 5,404,214	$ 6,051,867	$ 6,676,960
Highway Department Fund	493,306	551,365	668,076
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,106,389	1,519,158	1,432,539
Highway Department Fund	101,231	140,600	217,150
TOTAL	$ 7,105,140	$ 8,262,990	$ 8,994,725
General Revenue Fund	6,510,603	7,571,025	8,109,499
Highway Department Fund	594,537	691,965	885,226
Full-time equivalent employees	252.55	271.00	281.00

DEPARTMENT OF REVENUE
DIVISION OF MOTOR VEHICLE AND DRIVERS LICENSING

CENTRAL OFFICE

The Division of Motor Vehicle and Drivers Licensing is responsible for titling, taxing, and registering motor vehicles and motor boats and for administering the mandatory automobile liability insurance program. The drivers license bureau issues and renews operator and chauffeur licenses, and maintains records of these transactions. The motor vehicles bureau titles and registers motor vehicles and marine vessels and collects sales/use tax, city sales tax, and other vehicle charges. The field services bureau oversees 176 branch and agent offices which provide drivers licensing, motor vehicle titling, and registration services.

Fiscal Year 1990 Governor's Recommendations

- $94,862 in Department of Revenue information funds for a computerized voice response system that will automatically respond to telephone requests for driver record information.
- $78,621 for legislation passed by the 84th General Assembly, including $24,807 general revenue.
- $109,301 in Department of Revenue information funds for purchase of equipment including microfilm units and photocopiers.
- $63,164 in state highway department funds for increased drivers license costs.
- $613,874 for pay plan, including $394,775 general revenue.
- ($65,807), including $52,199 in Department of Revenue information fund and $13,608 in state highway department fund core reductions for one-time equipment purchases.
- ($49,427) and 2.75 staff in state highway department fund core reductions due to passage of HB 1512 by the Second Regular Session of the 84th General Assembly.

H.B. Sec. 4.050	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Registration Fees Collected	$8,244,575	$8,431,727	$8,829,705
Motor Vehicle and Marine Collections	$112,739,287	$116,493,505	$120,372,739
PERSONAL SERVICE			
General Revenue Fund	$ 0	$ 0	$ 413,776
Federal Funds	49,255	128,124	137,893
DOR Information Fund	0	916,167	986,024
Highway Department Fund	7,271,142	7,018,173	7,157,122
EXPENSE AND EQUIPMENT			
General Revenue Fund	0	0	5,806
Federal Funds	23,390	110,523	110,523
DOR Information Fund	0	110,623	262,587
Highway Department Fund	4,851,473	4,893,975	4,948,442
TOTAL	$ 12,195,260	$ 13,177,585*	$ 14,022,173
General Revenue Fund	0	0	419,582
Federal Funds	72,645	238,647	248,416
DOR Information Fund	0	1,026,790	1,248,611
Highway Department Fund	12,122,615	11,912,148	12,105,564
Full-time equivalent employees	525.66	544.25	544.95

* Does not include $245,605, including $60,705 general revenue, recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for implementation of legislation passed by the Second Regular Session of the 84th General Assembly and the purchase of license plates and tabs.

BRANCH OFFICES

Branch offices provide individual driver licensing, motor vehicle titling, and registration services in the metropolitan areas. Branch office staff are responsible for efficiently and accurately collecting, depositing, and accounting for all applicable taxes and fees. Staff also provide information and assistance to Missouri citizens.

Fiscal Year 1990 Governor's Recommendations

- o $10,862 to implement legislation passed by the Second Regular Session of the 84th General Assembly.
- o $29,767 for the cost of rent increases at seven branch offices.
- o $232,642 for pay plan.

H.B. Sec. 4.055	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Branch Office Transactions	2,463,977	2,515,236	2,576,994
Revenue Collected	$118,702,584	$124,415,940	$130,529,165
Personal Service	$ 2,970,301	$ 3,051,034	$ 3,294,538
Expense and Equipment	436,911	488,765	518,532
TOTAL			
Highway Department Fund	$ 3,407,212	$ 3,539,799*	$ 3,813,070
Full-time equivalent employees	216.37	198.50	199.17

* Does not include $26,521 in state highway department funds for moving expenses for the Raytown branch office.

HIGHWAY RECIPROCITY COMMISSION

The Highway Reciprocity Commission is responsible for annual registration of commercial vehicles for interstate operation. Through the Multi-State Agreement, Uniform Proration Agreement, and International Registration Plan, the Commission has entered into reciprocal agreements with all other states and four Canadian provinces to ensure proper registration and collection of fees from regulated commercial vehicles.

Fiscal Year 1990 Governor's Recommendations

o $49,479 for pay plan.

H.B. Sec. 4.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 594,031	$ 637,729	$ 687,208
Expense and Equipment	255,941	271,526	271,526
TOTAL			
Highway Department Fund	$ 849,972	$ 909,255	$ 958,734
Full-time equivalent employees	37.98	38.78	38.50

STATE TAX COMMISSION

The State Tax Commission is responsible for the maintenance of equalized assessed land valuations among Missouri's 114 counties and the City of St. Louis. In carrying out these responsibilities, the Commission hears appeals from local boards of equalization on individual cases and corrects any assessments that it determines to be unlawful, unfair, or arbitrary. The Commission also establishes the taxable valuation for public service and utility companies operating in Missouri.

Fiscal Year 1990 Governor's Recommendations

o $112,365 for pay plan.
o ($138,780) and six staff in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 4.070	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Tax Appeals Filed	4,015	3,400	4,500
Formal Hearings	1,400	1,900	1,900
Appeal Dispositions	5,890	3,750	4,000
Ratio Study Sample Parcels Appraised	12,040	12,040	12,040
Personal Service	$ 1,933,138	$ 2,056,537	$ 2,081,262
Expense and Equipment	601,177	719,064	667,924
TOTAL			
General Revenue Fund	$ 2,534,315	$ 2,775,601	$ 2,749,186
Full-time equivalent employees	87.52	90.75	84.75

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Refunds from General Revenue Fund	$ 209,013,933	$ 220,000,000E	$ 228,800,000	$ 228,800,000E
State Share of Assessment Maintenance Costs	11,527,457	11,000,000	13,569,491	12,896,011
Refunds from the Highway Department Fund	939,980	600,000E	940,000	940,000E
Motor Fuel Tax Distribution to Cities	76,174,771	67,300,000E	78,000,000	79,000,000E
County Aid Road Trust Fund	50,783,181	44,900,000E	52,000,000	53,000,000E
Motor Fuel Tax Refunds	11,836,088	12,000,000E	18,000,000	18,000,000E
Payments to Prosecuting Attorneys	696,655	700,000	700,000	700,000
Collection Agency Fees	494,998	495,000	1,000,000	1,000,000
County Filing Fees	256,900	204,600	288,600	288,600
Refunds from Workers' Compensation Fund	719,995	1,650,000	4,000,000	4,000,000
Refunds from Second Injury Fund	29,126	30,000	3,675,000	3,675,000
Multi-state Tax Commission Dues	30,775	0	78,320	39,160
Transfers to General Revenue	0	275,154E	275,154	275,154E
TOTAL	$ 362,503,859	$ 359,154,754*	$ 401,326,565	$ 402,613,925
General Revenue Fund	222,020,718	232,399,600	244,436,411	243,723,771
Parks Sales Tax Fund	0	137,577	137,577	137,577
Soil and Water Sales Tax Fund	0	137,577	137,577	137,577
Highway Department Fund	12,776,068	12,600,000	18,940,000	18,940,000
Workers' Compensation Fund	719,995	1,650,000	7,645,000	7,645,000
Second Injury Fund	29,126	30,000	30,000	30,000
Motor Fuel Tax Fund	76,174,771	67,300,000	78,000,000	79,000,000
County Aid Road Trust Fund	50,783,181	44,900,000	52,000,000	53,000,000

* Does not include recommended Fiscal Year 1989 Emergency and Supplemental Appropriations of $2,217,562 general revenue for reimbursement to counties for the state's share of assessment maintenance costs, $145,800 general revenue for quarterly certification reimbursement of county assessors, and $600,000 general revenue for collection agency payments.

REFUNDS FROM GENERAL REVENUE (H.B. Sec. 4.080)

These funds are utilized to refund erroneous payments or overpayments of individual and corporate income taxes, senior citizen claims and other miscellaneous taxes which have been credited to general revenue.

Fiscal Year 1990 Governor's Recommendations

o $8,800,000 general revenue, for a total recommendation of an estimated $228,800,000.

STATE SHARE OF ASSESSMENT MAINTENANCE COSTS (H.B. Sec. 4.090)

The state reimburses a portion of all the costs and expenses for maintaining property assessments and preparing assessment lists and tax bills for township assessors, county assessors, and the St. Louis City Assessor.

Fiscal Year 1990 Governor's Recommendations

o $1,796,111 general revenue, for a total recommendation of $12,796,111.

REFUNDS AND DISTRIBUTIONS (Continued)

COUNTY ASSESSOR REIMBURSEMENT (H.B. Sec. 4.095)

The Second Regular Session of the 84th General Assembly passed SB 431, which requires the state to reimburse all county assessors except those in first-class chartered counties on a quarterly basis provided they remain certified with the State Tax Commission.

Fiscal Year 1990 Governor's Recommendations

o $99,900 general revenue for quarterly certification reimbursement of county assessors.

REFUNDS FROM THE HIGHWAY DEPARTMENT FUND (H.B. Sec. 4.100)

When an overpayment or error is made on a transaction credited to the highway department fund the difference is refunded to the individual or business involved.

Fiscal Year 1990 Governor's Recommendations

o $340,000 state highway department fund, for a total recommendation of an estimated $940,000.

MOTOR FUEL TAX DISTRIBUTION TO CITIES (H.B. Sec. 4.110)

Article IV, Section 30(a) (2) of the Missouri Constitution requires 15 percent of the net proceeds from the motor fuel tax collections be allocated to the incorporated cities, towns and villages of the state to assist in the maintenance of streets and highways. Included in this refund is 15 percent of one-half of all proceeds from the state sales tax on motor vehicles which is also distributed to the cities. For the purpose of this appropriation, funds collected are transferred to the motor fuel tax fund.

Fiscal Year 1990 Governor's Recommendations

o $11,700,000 in additional funds, for a total recommendation of an estimated $79,000,000.

COUNTY AID ROAD TRUST FUND (H.B. Sec. 4.120)

Article IV, Section 30(a) (1) of the Missouri Constitution requires that ten percent of the net proceeds from the motor fuel tax collections be distributed to the counties to assist in the maintenance of county roads, highways and bridges. Included in this refund is ten percent of one-half of all proceeds from the state sales tax on motor vehicles which is also distributed to the counties. For the purpose of this appropriation, funds collected are transferred to the county aid road trust fund.

Fiscal Year 1990 Governor's Recommendations

o $8,100,000 in additional funds, for a total recommendation of an estimated $53,000,000.

MOTOR FUEL TAX REFUNDS (H.B. Sec. 4.130)

Section 142.230 RSMo provides for refunds of taxes paid on fuel used to propel non-highway vehicles. Refunds of fuel taxes paid to propel agricultural, marine, aviation and industrial/commercial vehicles are examples of allowable non-highway refunds. Unclaimed marine refunds are transferred to counties having at least 100 miles of shoreline for the purpose of maintaining county roads and bridges. Unclaimed aviation refunds are transferred to the aviation trust fund in the Department of Highways and Transportation to be used to assist local airport systems in financing maintenance and safety related projects.

Fiscal Year 1990 Governor's Recommendations

o $6,000,000 state highway department fund, for a total recommendation of an estimated $18,000,000.

REFUNDS AND DISTRIBUTIONS (Continued)

PAYMENTS TO PROSECUTING ATTORNEYS (H.B. Sec. 4.140)

Section 136.150 RSMo provides payment of a collection fee of 20 percent of delinquent taxes, licenses or fees recovered on behalf of the state by circuit or prosecuting attorneys. The collection fee is deposited in the county treasury with one-half of the fee for use by the attorney's office and one-half to be expended as the county determines. This incentive program provides additional resources to counties and a five to one benefit/cost ratio to the state.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

COLLECTION AGENCY FEES (H.B. Sec. 4.150)

The Department of Revenue is authorized by Section 140.850 RSMo to use commercial collection agencies to collect delinquent personal income taxes owed by resident and non-resident taxpayers. The statutes permit payment of a collection fee not to exceed 25 percent of the amount collected. This program provides a four to one benefit/cost ratio to the state.

Fiscal Year 1990 Governor's Recommendations

o $505,000 general revenue, for a total recommendation of $1,000,000.

COUNTY FILING FEES (H.B. Sec. 4.160)

The First Regular Session of the 83rd General Assembly enacted HCS HB 717 and 741 authorizing county recorders to charge the Department of Revenue a fee of $3.00 for the filing of each tax lien and a fee of $1.50 for each release of tax lien filed on property owned by taxpayers which are delinquent in sales/use tax. The Second Regular Session of the 84th General Assembly enacted CCS SCS HCS HB 1335 authorizing the Department of Revenue to file tax liens on property owned by taxpayers which are delinquent in income tax.

Fiscal Year 1990 Governor's Recommendations

o $84,000 general revenue, for a total recommendation of $288,600.

REFUNDS FROM THE WORKERS' COMPENSATION FUND (H.B. Sec. 4.170)

The Department of Revenue is required to issue refunds for overpayment of workers' compensation taxes paid by insurance companies. Estimated quarterly tax payments are made based on the prior year's activity. If actual taxes owed are less than the estimated payments, this appropriation is used to refund the overpayment.

Fiscal Year 1990 Governor's Recommendations

o $2,350,000 workers' compensation funds, for a total recommendation of $4,000,000.

REFUNDS FROM THE SECOND INJURY FUND (H.B. Sec. 4.180)

This appropriation is utilized by the Department of Revenue to refund any overpayment of funds to the second injury fund.

Fiscal Year 1990 Governor's Recommendations

o $3,645,000 workers' compensation funds, for a total recommendation of $3,675,000.

REFUNDS AND DISTRIBUTIONS (Continued)

MULTI-STATE TAX COMMISSION DUES (H.B. Sec. 4.185)

Section 32.200 RSMo enacts the Multi-State Tax Compact, enters Missouri into that Compact and includes the creation of the Multi-State Tax Commission. The purposes of the Compact include facilitating determination of the tax liability of multi-state taxpayers, promoting uniformity and compatibility in tax systems, avoiding duplicative taxation, and providing taxpayer convenience and compliance in filing tax returns.

Fiscal Year 1990 Governor's Recommendations

o $39,160 general revenue for Multi-State Tax Commission membership dues.

TRANSFERS TO GENERAL REVENUE (H.B. Secs. 4.190 and 4.200)

On August 7, 1984, the voters approved Constitutional Amendment No. 2 which created three new sections to Article IV authorizing a 1/10 of one percent sales tax for soil conservation and state parks. Costs associated with the collection of this tax are paid directly from general revenue with reimbursement made by a transfer to general revenue of 2/3 of one percent of the tax collected. On November 8, 1988, Missourians voted to extend this tax for an additional ten years.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis.

MISSOURI HORSE RACING COMMISSION

Constitutional Amendment No. 7, an initiative petition approved by the voters on November 6, 1984, authorized pari-mutuel wagering on horse racing and created the Missouri Horse Racing Commission. The Commission is responsible for regulating pari-mutuel horse racing in accordance with constitutional and statutory law.

Fiscal Year 1990 Governor's Recommendations

- o $7,943 for pay plan.

H.B. Sec. 4.210, 4.215, 4.219, 4.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 148,892	$ 134,103	$ 142,046
EXPENSE AND EQUIPMENT			
General Revenue Fund	98,706	212,674	212,674
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	5,818	11,675	11,675
Missouri Breeders' Fund	0	12,036	12,036
TOTAL	$ 253,416	$ 370,488	$ 378,431
General Revenue Fund	253,416	358,452	366,395
Missouri Breeders' Fund	0	12,036	12,036
Full-time equivalent employees	4.43	4.00	4.00

MISSOURI HORSE RACING COMMISSION: EXTENDED RACING DATES

Constitutional Amendment No. 7, an initiative petition approved by the voters on November 6, 1984, authorized pari-mutuel wagering on horse racing and created the Missouri Horse Racing Commission. The Commission has not issued a license to a major track, but expects to do so in Fiscal Year 1990.

Fiscal Year 1990 Governor's Recommendations

- o An estimated appropriation to provide the Commission the flexibility needed to oversee expected racing dates.

H.B. Sec. 4.217	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 0	$ 0	$ 1E

STATE LOTTERY COMMISSION

The Missouri Lottery was established by approval of Constitutional Amendment No. 5 by the voters on November 6, 1984. On August 2, 1988 the voters approved Constitutional Amendment No. 3, repealing section 39(b) of Article III of the Missouri Constitution and adopting a new section in lieu thereof. The enabling legislation, SB 643, was passed by the Second Regular Session of the 84th General Assembly.

Fiscal Year 1990 Governor's Recommendations

- $23,365,617 for operating expenses.
- $90,000,000 for prizes.

H.B. Sec. 4.230, 4.235	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Operating Expense			
Personal Service	$ 4,391,777	$ 4,662,140E	$ 4,755,383E
Expense and Equipment	14,417,570	18,610,234E	18,610,234E
Prizes	23,088,761	81,729,632E	90,000,000E
TOTAL			
Lottery Enterprise Fund	$ 41,898,108	$ 105,002,006E	$ 113,365,617E
Full-time equivalent employees	189.48	177.50	177.50

LOTTERY ENTERPRISE FUND TRANSFERS

Section 39(b) of Article III of the Missouri Constitution provides that a minimum of 45 percent of monies received from the sale of lottery tickets shall be paid as prizes. The remaining funds are split between operating costs and the general revenue fund.

Fiscal Year 1990 Governor's Recommendations

- $62,600,000 transfer from the lottery enterprise fund.

H.B. Sec. 4.240	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Proceeds from Sales	$ 63,047,009	$ 56,200,000E	$ 62,600,000E
Transfer to General Revenue Fund	17,000,000	28,000,000	0
TOTAL			
Lottery Enterprise Fund	$ 80,047,009	$ 84,200,000E	$ 62,600,000E

ELECTED OFFICIALS

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Office of the Chief Executive	$ 3,628,865	$ 6,909,384	$ 7,007,852
Lieutenant Governor	199,395	248,544	455,924
Secretary of State	5,621,305	8,269,611	9,953,884
State Auditor	4,752,696	5,438,031	6,958,975
State Treasurer	6,388,617	3,990,934	4,514,771
Attorney General	8,485,783	8,872,205	10,273,314
TOTAL	$ 29,076,661	$ 33,728,709	$ 39,164,720
General Revenue Fund	22,190,829	23,248,998	28,556,799
Federal Funds	117,176	422,615	405,684
*Abandoned Fund Account	1,051,739	500,000	500,000
Agriculture Emergency Fund	2,082,173	5,000,000	5,000,000
Antitrust Revolving Fund (1)	91,851	96,721	104,458
*Attorney General's Court Costs Fund (2)	185,824	187,000	187,000
*Central Check Mailing Service Revolving Fund	18,897	50,000	50,000
*Computer Output Microfilm Revolving Fund	214,440	629,504	442,662
Conservation Commission Fund	45,800	38,962	41,614
Debt Offset Escrow Fund (3)	1,764,119	1,600,000	1,600,000
Hazardous Waste Remedial Fund	79,077	146,245	157,312
Health Spa Regulatory Fund	0	0	12,000
Highway Department Fund	734,760	745,083	897,165
Merchandising Practices Revolving Fund	99,965	200,000	300,000
Missouri Prosecution Services Fund	149,282	189,655	208,230
Petition Audit Fund	0	419,216	447,086
Secretary of State Institutional Gift Fund	14,026	15,000	15,000
Workers' Compensation Fund	236,703	239,710	239,710

* Represents funds which are now consolidated accounts of general revenue as provided in 33.571 RSMo.

(1) Antitrust Revolving Fund includes the following transfers from general revenue: $91,851 in prior year expenditure; $101,000 in current year planned expenditure; and $128,500 in budget year request.

(2) Attorney General's Court Cost Fund includes the following transfers from general revenue: $185,824 in prior year expenditure; $185,000 in current year planned expenditure; and $185,000 in budget year request.

(3) Debt Offset Escrow Fund includes the following transfers from general revenue: $1,764,119 in prior year expenditure; $1,600,000 in current year planned expenditure; and $1,600,000 in budget year request.

POLICY SUMMARY

The budget year submission reflects the budget requests of the six elected officials as they were received as well as increases reflecting the Governor's recommendations for pay plan advancements. In keeping with the Governor's policy, these requests are forwarded unchanged to the General Assembly.

OFFICE OF THE CHIEF EXECUTIVE

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Governor's Office and Mansion	$ 1,351,011	$ 1,505,044	$ 1,597,562
National Guard Emergency	97,821	150,000	150,000
National Governors' Association	92,610	99,090	105,040
Governor's Mansion Preservation Advisory Commission	3,000	3,000	3,000
Governmental Emergency Fund	0	150,000	150,000
Agriculture Emergency Fund	2,082,173	5,000,000	5,000,000
Advisory Commission on Intergovernmental Relations	2,250	2,250	2,250
TOTAL	$ 3,628,865	$ 6,909,384	$ 7,007,852
PERSONAL SERVICE			
General Revenue Fund	1,061,983	1,047,189	1,165,707
EXPENSE AND EQUIPMENT			
General Revenue Fund	484,709	559,195	539,145
GRANTS OR REFUNDS			
General Revenue Fund	0	303,000	303,000
Agriculture Emergency Fund	2,082,173	5,000,000	5,000,000
TOTAL	$ 3,628,865	$ 6,909,384	$ 7,007,852
General Revenue Fund	1,546,692	1,909,384	2,007,852
Agriculture Emergency Fund	2,082,173	5,000,000	5,000,000
Full-time equivalent employees	70.53	38.30	40.30

GOVERNOR'S OFFICE AND MANSION

Article IV, Section 1 of the Missouri Constitution describes the duties and responsibilities of the Governor. This program includes the statutory salary of the Governor, funds for the personnel in the Governor's offices and the mansion, and the expense and equipment costs for the offices and mansion.

Fiscal Year 1990 Governor's Recommendations

- o $54,000 for two assistants for policy initiative development and to respond to citizen inquiries promptly.
- o $64,518 for pay plan.
- o ($26,000) in core reductions for one-time equipment purchases.

H.B. Sec. 5.005	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 974,959	$ 1,047,189	$ 1,165,707
Expense and Equipment	376,052	457,855	431,855
TOTAL			
General Revenue Fund	$ 1,351,011	$ 1,505,044	$ 1,597,562
Full-time equivalent employees	35.75	38.30	40.30

NATIONAL GUARD EMERGENCY

The Missouri National Guard, when called to active duty by the Governor under Section 41.480 RSMo, has the authority to restore law and order and to assist in the disaster relief of any section of the state where circumstances exceed the resources of local civil authorities. The most common use of the Guard has been for cleanup and security following natural disasters such as a flood or tornado, assistance in snow removal, and public action during a time of local disorder.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 5.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 97,821	$ 150,000	$ 150,000

NATIONAL GOVERNORS' ASSOCIATION

The National Governors' Association is an instrument of the governors of the fifty states. It is intended to influence the development and implementation of national policy and apply creative leadership to state problems. The Association works closely with the President and the Congress on state-federal policy issues from its offices in the Hall of the States in Washington, D.C. Through its Center for Policy Research, the Association also serves as a vehicle for sharing knowledge of innovative programs among states and provides technical assistance to governors.

Fiscal Year 1990 Governor's Recommendations

o $5,950 for National Governor's Association dues increase.

H.B. Sec. 5.015	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 92,610	$ 99,090	$ 105,040

GOVERNOR'S MANSION PRESERVATION ADVISORY COMMISSION

The Commission is composed of widows of former Missouri Governors in accordance with Section 8.020 RSMo. The members receive a sum of $3,000 per year for serving on the Commission.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 5.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 3,000	$ 3,000	$ 3,000

GOVERNMENTAL EMERGENCY FUND COMMITTEE

Sections 33.700 through 33.730 RSMo create the governmental emergency fund, Governmental Emergency Fund Committee, and allocation procedures for appropriations of emergency funds. Funds from this appropriation may be allocated by a majority vote of the Governmental Emergency Fund Committee members for the purpose of meeting emergency and unanticipated requirements. The Committee consists of the Governor, Commissioner of Administration, the chairman and ranking minority members of the Senate Appropriations Committee, the chairman and ranking minority member of the House Appropriations Committee, and the director of the Division of Design and Construction who serves as an ex officio consultant to the committee.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 5.025	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 0	$ 150,000	$ 150,000

AGRICULTURE EMERGENCY FUND

The assets of the agriculture emergency fund originated with the dissolution of the Rural Rehabilitation Corporation. The Secretary of Agriculture transferred the assets of the dissolved corporation to the Missouri state treasury in 1957. The fund is under the control of the Governor and is administered by the Department of Agriculture pursuant to Section 261.027 RSMo.

The agriculture emergency fund can be instrumental in community development by making money available for rural youth and farm families under the following programs.

The Guaranteed Student Loan program provides financial assistance for farm family members to attend college and bring back to their communities those skills and trades acquired by the educational opportunities. In addition, the agriculture emergency fund will be used to provide a number of scholarships for rural youth.

The Crop and Livestock Loan program aids young people in acquiring business experience in their community. Young people who are members of the Future Farmers of America, 4-H, or Future Homemakers of America are granted loan guarantees and interest rebates on projects such as the purchase of livestock when the project is done in cooperation with a school program.

The MO FARMS Services program and hot line provide financial counseling and management assistance to farmers. A hot line has been established to provide a one-stop clearinghouse for all state government services to address farm problems. The MO FARMS Services program and hot line are cooperative efforts of the Missouri Department of Agriculture and the University of Missouri - Columbia.

A Horticulture Loan program offers low interest loans to begin or expand higher profit alternative crop enterprises such as fruit or vegetable production.

The Building Our American Communities program makes grants available of up to $500 for projects to build new facilities or additions to existing facilities such as recreation areas, parks, livestock arenas, and fairgrounds. These funds are available to Future Farmers of America Chapters and 4-H clubs.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 5.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Agriculture Emergency Fund	$ 2,082,173	$ 5,000,000	$ 5,000,000

ADVISORY COMMISSION ON INTERGOVERNMENTAL RELATIONS

The Advisory Commission on Intergovernmental Relations (ACIR) was created by Congress in 1959 as a bipartisan body. It has 26 members serving a two-year term each. ACIR provides research, data, reports, model legislation, and other materials in the interest of improving relations among the three levels of government.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 5.035	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 2,250	$ 2,250	$ 2,250

LIEUTENANT GOVERNOR

Article IV, Section 10 of the Missouri Constitution describes the duties and responsibilities of the Lieutenant Governor. The statutory salary of the Lieutenant Governor and funds for the personnel and expense and equipment costs in operating the Office of the Lieutenant Governor are included in this program. The Lieutenant Governor acts as Governor in the absence of the Governor, presides over the Senate, and serves as Secretary of the Board of Public Buildings.

Fiscal Year 1990 Lieutenant Governor's Requests

o $200,000 for five personnel to administer a citizen advocacy program.
o $4,022 for pay plan.
o $3,358 has been added to the request for pay plan.

H.B. Sec. 5.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Personal Service	$ 165,972	$ 201,094	$ 358,474
Expense and Equipment	33,423	47,450	97,450
TOTAL			
General Revenue Fund	$ 199,395	$ 248,544*	$ 455,924
Full-time equivalent employees	5.29	6.00	11.00

* Does not include $15,000 requested in the Fiscal Year 1989 Emergency and Supplemental Appropriations for vehicle replacement.

SECRETARY OF STATE

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Administrative Divisions	$ 5,225,148	$ 5,282,981	$ 6,960,432
Refunds of Overpayments	113,721	2,600,000E	2,600,000E
Initiative Referendum, and Constitutional Amendments Expense	23,510	100,000E	100,000E
Campaign Finance Review Board	258,926	286,630	293,452
TOTAL	$ 5,621,305	$ 8,269,611	$ 9,953,884
PERSONAL SERVICE			
General Revenue Fund	3,000,865	3,153,573	3,474,177
Computer Output Microfilm Revolving Fund	71,568	110,454	113,768
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,089,010	1,771,534	3,322,045
Computer Output Microfilm Revolving Fund	142,872	519,050	328,894
Institutional Gift Fund	14,026	15,000	15,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	302,964	2,700,000E	2,700,000E
TOTAL	$ 5,621,305	$ 8,269,611	$ 9,953,884
General Revenue Fund	5,392,839	7,625,107	9,496,222
Computer Output Microfilm Revolving Fund	214,440	629,504	442,662
Institutional Gift Fund	14,026	15,000	15,000
Full-time equivalent employees	177.86	179.00	185.00

ADMINISTRATION

The Office of the Secretary of State is organized into the following areas:

(1) The Administrative Services area is the central filing office for all current and proposed rules and regulations promulgated by departments of the State of Missouri. Additionally, the Computer Output Microfilming service is located in Administrative Services. The Computer Output Microfilming service was created by law to help prevent waste by providing a usable non-paper record technology that will create efficiencies in the cost of handling, storage, and mailing of government records. The center converts computer-generated data into readable form, reduces it, and records it on microfilm medium.

Also included in Administrative Services are the publication and record and archives functions of the Secretary of State's Office. The official manual of the State of Missouri, House and Senate journals, session laws, election laws, the Constitution, primary election returns, corporation laws, securities laws, the uniform commercial code manual, notary public laws, trademark laws, and the state roster are published by the Secretary of State.

Records and Archives provides for the maintenance, retention, preservation, and disposal of official records of the state and local governments of Missouri.

(2) The Election Services personnel prepare ballots, certify candidates, canvass election returns and verify and certify initiative petitions. The division also prepares and publishes an annual report showing the amounts contributed and expended during campaigns, examines campaign reports submitted by candidates, and acts as filing office under the Federal Elections Campaign Act.

(3) Business Services administers the laws and filings of corporations and the Missouri Uniform Securities Act. Additionally, the Division is the central filing office and custodian of all filings on business and professional loans.

(4) Staff Services provides administrative services such as legal advice, coordination of computer projects, budget, personnel, accounting, and payroll.

Fiscal Year 1990 Secretary of State Requests

- $523,400 for additional costs incurred for printing publications, including the State Manual.
- $950,000 for an optical disk.
- $51,444 for three archivists to ease constraints in responding to requests for information, ongoing appraisals, accessioning, preservation, arrangement and description of records.
- $26,640 for two proofreaders for proofreading rules filed by agencies with the Secretary of State for publication in the Missouri Register.
- $15,570 for one camera operator to handle additional microfilming duties transferred from the Division of Professional Registration in the Department of Economic Development. Professional Registration will reimburse general revenue in full for this decision item.
- $17,225 for office supplies utilized in microfilming of state archival documents.
- $10,000 for office expenses within the State Archives.
- $13,636 for one vehicle to replace an existing vehicle.
- $17,000 to replace worn and outdated microfilming equipment.
- $17,000 for Secretary of State's official vehicle.
- $86,172 for salary equalization.
- $111,910 for pay plan, including $109,701 general revenue.
- $27,610 has been added to the request for pay plan, including $26,505 general revenue.
- ($190,156) core reduction equipment purchase from the microfilm revolving trust fund.

ADMINISTRATION (Continued)

H.B. Sec. 5.050, 5.051	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Campaign Finance Reports Received	5,557	8,500	5,400
Referrals of Violations of Campaign Reporting Laws	156	700	175
Notary Applications Processed	20,009	20,607	21,224
New Corporations Filed	14,664	15,000	15,500
File Records Received (Cubic Feet)	13,809	15,000	16,000
Requests for Information (Archives)	36,155	48,100	64,000
Administrative Services	$ 1,880,912	$ 1,516,451	$ 2,277,565
Election Services	407,565	447,655	467,236
Business Services	1,672,999	1,631,228	2,675,448
Staff Services	1,022,884	1,043,143	1,082,521
Computer Output Microfilming Service	214,440	629,504	442,662
Grants and Investor Trust	26,348	15,000	15,000
ADMINISTRATIVE DIVISIONS TOTAL	$ 5,225,148	$ 5,282,981	$ 6,960,432
PERSONAL SERVICE			
General Revenue Fund	2,790,164	2,926,153	3,239,935
Computer Output Microfilm Revolving Fund	71,568	110,454	113,768
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,040,785	1,712,324	3,262,835
Computer Output Microfilm Revolving Fund	142,872	519,050	328,894
Institutional Gift Fund	14,026	15,000	15,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	165,733	0	0
TOTAL	$ 5,225,148	$ 5,282,981	$ 6,960,432
General Revenue Fund	4,996,682	4,638,477	6,502,770
Computer Output Microfilm Revolving Fund	214,440	629,504	442,662
Institutional Gift Fund	14,026	15,000	15,000
Full-time equivalent employees	169.67	170.50	176.50

REFUND OF OVERPAYMENTS

The Secretary of State's Office charges fees for many of the services provided in the areas of securities, corporations, and uniform commercial code. When transactions are forwarded in the mail, individuals and groups who are unaware of the correct fee may enclose a check or money order that is in excess of the actual amount required. In these cases, a check is processed and after the transaction is completed, a refund is made for overpayments. Beginning in Fiscal Year 1989, the Secretary of State became responsible for administration, collection and refund of the Corporate Franchise Tax.

Fiscal Year 1990 Secretary of State Requests

Continue funding at the current level.

H.B. Sec. 5.055	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
General Revenue Fund	$ 113,721	$ 2,600,000E	$ 2,600,000E

INITIATIVE REFERENDUM AND CONSTITUTIONAL AMENDMENTS EXPENSES

These funds are provided to allow for the publication of the texts of initiative petitions and referendums in newspapers prior to their consideration by the electorate of the State of Missouri. Payments are made in accordance with Chapter 125 RSMo for constitutional amendments and Chapter 126 RSMo for initiative petitions and referendums.

Fiscal Year 1990 Secretary of State Requests

Continue funding at the current level.

H.B. Sec. 5.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
General Revenue Fund	$ 23,510	$ 100,000E	$ 100,000E

CAMPAIGN FINANCE REVIEW BOARD

The Campaign Finance Review Board conducts audits and investigations of candidates and committees required to comply with the state election laws. In addition, the six-member bipartisan board must disseminate a general guide to the public and assist the Secretary of State in administering the law. In performing its statutory duties, the board must ensure that persons seeking elective office in the State of Missouri and persons who support or oppose such candidates or their committees comply with the reporting requirements and other restrictions of the law. The Campaign Finance Disclosure Law passed in HBs 150, 163 and 451 by the First Regular Session of the 83rd General Assembly reduced the number of candidate reports to be filed by increasing the threshold reporting limit from $500 to $1,000 in contributions raised and expenditures made by a candidate.

Fiscal Year 1990 Secretary of State Requests

o $6,822 for pay plan.

H.B. Sec. 5.065	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Personal Service	$ 210,701	$ 227,420	$ 234,242
Expense and Equipment	48,225	59,210	59,210
TOTAL			
General Revenue Fund	$ 258,926	$ 286,630	$ 293,452
Full-time equivalent employees	8.19	8.50	8.50

STATE AUDITOR

The State Auditor's Office performs audits of various state agencies, 94 third and fourth class counties, other political subdivisions as required by petition and claims made to the Office of Emergency Preparedness for reimbursement of disaster expenditures. Financial accountability, legality of financial transactions and operational efficiency are examined in the audits. Audit reports are delivered to the Governor, the General Assembly, the auditee and interested citizens. The State Auditor also registers all bonds as required by law; distributes accounting forms to the counties; files county budgets and municipal financial statements; processes federal levies and payroll sequestrations; provides research for the creation of permanent audit files; provides legal, organizational and program research for county and state audits; and assists state, county, and local governments in establishing uniform accounting systems and procedures.

Fiscal Year 1990 Auditor Requests

- o $1,010,915 and 27 staff to meet statutory auditing requirements and to provide taxpayers with timely information regarding the accountability of their tax dollars.
- o $76,675 to update and expand the use of an electronic processing network.
- o $16,000 for one vehicle to replace the State Auditor's vehicle.
- o $11,600 for one delivery vehicle.
- o $357,984 for pay plan, including $221,345 general revenue.
- o $47,770 has been added to the request for pay plan, including 36,426 general revenue.

H.B. Sec. 5.070	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 3,395,655	$ 3,463,511	$ 4,474,731
Federal Funds	85,050	307,616	330,685
Conservation Commission Fund	40,241	35,351	38,003
Highway Department Fund	414,436	419,836	514,228
Petition Audit Fund	0	371,600	399,470
EXPENSE AND EQUIPMENT			
General Revenue Fund	787,077	739,213	1,100,954
Federal Funds	0	24,999	24,999
Conservation Commission Fund	5,559	3,611	3,611
Highway Department Fund	24,678	24,678	24,678
Petition Audit Fund	0	47,616	47,616
TOTAL	$ 4,752,696	$ 5,438,031	$ 6,958,975
General Revenue Fund	4,182,732	4,202,724	5,575,685
Federal Funds	85,050	332,615	355,684
Conservation Commission Fund	45,800	38,962	41,614
Highway Department Fund	439,114	444,514	538,906
Petition Audit Fund	0	419,216	447,086
Full-time equivalent employees	143.71	168.00	195.00

STATE TREASURER

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Administration	$ 1,065,769	$ 1,135,934	$ 1,659,771
Issuing Duplicate Checks	2,506,990	600,000E	600,000E
Abandoned Fund Account	1,051,739	650,000E	650,000E
Debt Offset Refunds	1,764,119	1,600,000E	1,600,000E
MO-BUCKS Refunds	0	5,000E	5,000E
TOTAL	$ 6,388,617	$ 3,990,934	$ 4,514,771
PERSONAL SERVICE			
General Revenue Fund	510,996	540,708	860,567
Highway Department Fund	295,646	300,569	358,259
EXPENSE AND EQUIPMENT			
General Revenue Fund	240,230	244,657	390,945
Central Check Mailing Service Revolving Fund	18,897	50,000	50,000
GRANTS OR REFUNDS			
General Revenue Fund	2,506,990	755,000	755,000
Debt Offset Escrow Fund	1,764,119	1,600,000	1,600,000
Abandoned Fund Account	1,051,739	500,000	500,000
TOTAL	$ 6,388,617	$ 3,990,934	$ 4,514,771
General Revenue Fund	3,258,216	1,540,365	2,006,512
Highway Department Fund	295,646	300,569	358,259
Central Check Mailing Service Revolving Fund	18,897	50,000	50,000
Debt Offset Escrow Fund	1,764,119	1,600,000	1,600,000
Abandoned Fund Account	1,051,739	500,000	500,000
Full-time equivalent employees	33.52	33.00	42.00

ADMINISTRATION

The State Treasurer is responsible for receiving and keeping state moneys, posting receipts to the proper funds, and signing warrants drawn according to law. As custodian of those funds, he determines the amount of state moneys not needed for current operating expenses and invests those funds in interest-bearing time deposits in Missouri banking institutions or in short-term U.S. government obligations. The Treasurer is required to give due consideration to the preservation of state funds and the comparative yields available. He must also determine whether the general welfare of the state is better served by investing state funds in U.S. securities or within the Missouri banking system.

Fiscal Year 1990 State Treasurer Requests

- $28,646 for expansion of the State Treasurer's Office computer system.
- $46,236 for one investments assistant and one auditor for the "MO-BUCKS" linked deposit program authorized by House Bill 1260, passed by the Second Regular Session of the 84th General Assembly.
- $48,000 for one staff attorney.
- $196,742 for two administrative secretaries, two clerks and two liaison officers to staff a liaison office in each of Kansas City and St. Louis.
- $11,600 for one vehicle to replace an existing vehicle.
- $17,000 for one vehicle to replace the State Treasurer's vehicle.
- $165,408 for pay plan, including $110,724 general revenue.
- $10,205 has been added for the request for pay plan, including $7,199 general revenue.

H.B. Sec. 5.080	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
MO-BUCKS Loans	7,625	7,800	8,034
Time Deposits in Banks During Year	2,094	2,193	2,303
Number of State Checks Processed	4,223,856	4,435,048	4,656,800
PERSONAL SERVICE			
General Revenue Fund	$ 510,996	$ 540,708	$ 860,567
Highway Department Fund	295,646	300,569	358,259
EXPENSE AND EQUIPMENT			
General Revenue Fund	240,230	244,657	390,945
Central Check Mailing Service Revolving Fund	18,897	50,000	50,000
TOTAL	$ 1,065,769	$ 1,135,934	$ 1,659,771
General Revenue Fund	751,226	785,365	1,251,512
Central Check Mailing Service Revolving Fund	18,897	50,000	50,000
Highway Department Fund	295,646	300,569	358,259
Full-time equivalent employees	33.52	33.00	42.00

ISSUING DUPLICATE CHECKS

This recommendation allows payment of claims against the state in cases where checks are not presented for payment within six months of issuance as required by law.

Fiscal Year 1990 State Treasurer Requests

Continue funding at the current level.

H.B. Sec. 5.085	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
General Revenue Fund	$ 2,506,990	$ 600,000E	$ 600,000E

ABANDONED FUND ACCOUNT

In accordance with Section 447.543 RSMo, the abandoned fund account has the two-fold purpose of receiving deposits from financial institutions, business organizations, business associations, or insurance corporations on accounts which have remained unclaimed for a period of seven years by any person or persons authorized to receive the same, and making the payment of valid claims. Any time the fund exceeds $50,000, the Treasurer may, and at least once every year shall, transfer the excess to general revenue; if verified claims for payment should reduce the balance in the account to less than $25,000, the Treasurer shall transfer from general revenue an amount sufficient to restore the fund to $50,000.

Fiscal Year 1990 State Treasurer Requests

Continue funding at the current level.

H.B. Sec. 5.090, 5.095	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
General Revenue Fund	$ 0	$ 150,000E	$ 150,000E
Abandoned Fund Account	1,051,739	500,000E	500,000E
TOTAL	$ 1,051,739	$ 650,000E	$ 650,000E

DEBT OFFSET REFUNDS

Chapter 143 RSMo provides a mechanism to offset debts owed to the state against tax refunds payable to the debtor. The Department of Revenue transfers to the State Treasurer the amount of the debt certified to be owed to a state agency in an amount not exceeding the tax refund claimed. Any amount in excess of the debt is forwarded to the taxpayer. Upon settlement of the claim through the established administrative hearings process, the Treasurer returns the escrow funds to the state agencies and/or the payee.

Fiscal Year 1990 State Treasurer Requests

Continue funding at the current level.

H.B. Sec. 5.100, 5.105	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Debt Offset Escrow Fund	$ 1,764,119	$ 1,600,000E	$ 1,600,000E

MO-BUCKS REFUNDS

The linked deposit (MO-BUCKS) program provides a mechanism for providing low-interest loans to farmers as specified in Section 30.750 RSMo. A certificate of deposit is placed by the State Treasurer with an eligible lending institution at three percent below market rate provided that the institution agrees to lend the value of the deposit to eligible farming operations at three percent below the current borrowing rate. If the lending institution does not loan the full amount of the deposit, the institution must pay to the state the additional three percent discounted by the agreement. If a subsequent audit or review uncovers an overpayment error in the calculation of additional interest due, a refund must be made to the lending institution.

Fiscal Year 1990 State Treasurer Requests

Continue funding at the current level.

H.B. Sec. 5.110	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
General Revenue Fund	$ 0	$ 5,000E	$ 5,000E

ATTORNEY GENERAL

The Attorney General takes legal action to protect the rights and interests of the state, defends or prosecutes appeals to which the state is a party, provides opinions regarding state law, and assists prosecuting attorneys in the prosecution of cases. The Office of the Attorney General has several responsibilities for which specific funds have been established by law.

Section 27.080 RSMo established the Attorney General's court costs fund to receive deposits and make payments of court costs in litigation requiring the appearance of the Attorney General. This fund is supplemented by a transfer from general revenue.

Section 416.081 RSMo created the antitrust revolving fund which is made up of deposits of ten percent of any court settlement of antitrust litigation involving the Attorney General. This fund is supplemented by a transfer from general revenue.

Chapter 287 RSMo provides for the Attorney General to charge the workers' compensation fund for the cost of medical examinations and x-rays of individuals claiming benefits from the second injury fund.

Section 56.750 RSMo establishes the Missouri Office of Prosecution Services within the Attorney General's office. The Prosecution Services office is funded through fees assessed as court costs in all criminal cases. The office was established to develop uniform training and procedures for Missouri's prosecuting attorneys.

Fiscal Year 1990 Attorney General's Requests

- $674,825 for 20 personnel to meet increased caseload and performance requirements.
- $250,000 to continue an accelerated effort regarding the Wyoming Tight Sands case.
- $100,000 for the merchandising practices revolving fund.
- $50,000 for an electronic law library system.
- $49,195 for dictation equipment to modernize obsolete equipment.
- $34,320 to provide continuing legal education for staff members.
- $23,623 in the KCOB to defray expenses of escalators and rental increases.
- $18,304 for national association dues.
- $16,140 for the "Missouri Prosecutor's Integrated Base Management System" to replace an expiring federal grant.
- $368,956 for pay plan, including $350,879 general revenue.
- $55,746 has been added to the request for pay plan, including $52,584 general revenue.
- ($200,000) core reduction for legal expenses associated with litigation involving the diversion of Missouri River water.
- ($40,000) core reduction in federal funds.

ATTORNEY GENERAL (Continued)

H.B. Sec. 5.120, 5.125, 5.130, 5.135, 5.140, 5.145, 5.150, 5.155	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST FY 1990
Felony Appeals Briefed	809	775	800
Trial Assistance to Prosecuting Attorneys	15	25	25
Consumer Protection Complaints			
Opened	31,580	34,000	32,000
Lawsuits Filed	253	280	300
Second Injury Fund - New Claims	7,142	8,150	9,370
Workers' Compensation - New Claims	653	700	750
Federal Habeas Corpus	198	210	220
PERSONAL SERVICE			
General Revenue Fund	$ 4,802,036	$ 5,064,431	$ 5,918,494
Federal Funds	30,878	0	0
Antitrust Revolving Fund	91,851	96,721	104,458
Missouri Prosecution Services Fund	55,927	81,155	99,730
Hazardous Waste Remedial Fund	71,136	138,345	149,412
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,808,919	2,458,443	3,096,110
Federal Funds	1,248	50,000	50,000
Health Spa Regulatory Fund	0	0	12,000
Attorney General's Court Costs Fund	185,824	187,000	187,000
Merchandising Practices Revolving Fund	99,965	200,000	200,000
Workers' Compensation Fund	236,703	239,710	239,710
Missouri Prosecution Services Fund	93,355	108,500	108,500
Hazardous Waste Remedial Fund	7,941	7,900	7,900
GRANTS OR REFUNDS			
General Revenue Fund	0	200,000	0
Federal Funds	0	40,000	0
Merchandising Practices Revolving Fund	0	0	100,000
TOTAL	$ 8,485,783	$ 8,872,205	$ 10,273,314
General Revenue Fund	7,610,955	7,722,874	9,014,604
Federal Funds	32,126	90,000	50,000
Health Spa Regulatory Fund	0	0	12,000
Attorney General's Court Costs Fund	185,824	187,000	187,000
Merchandising Practices Revolving Fund	99,965	200,000	300,000
Workers' Compensation Fund	236,703	239,710	239,710
Antitrust Revolving Fund	91,851	96,721	104,458
Missouri Prosecution Services Fund	149,282	189,655	208,230
Hazardous Waste Remedial Fund	79,077	146,245	157,312
Full-time equivalent employees	187.46	197.05	217.05

OFFICE OF ADMINISTRATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Commissioner's Office	$ 716,461	$ 789,740	$ 809,652	$ 812,170
Division of Accounting	2,066,907	2,321,785	2,855,772	2,497,322
Division of Budget and Planning	1,089,391	1,222,086	1,251,984	1,228,254
Division of Data Processing and Telecommunications	22,203,127	31,434,472	31,993,908	31,599,148
Division of Design and Construction	40,241,871	41,965,075	45,767,570	42,882,988
Division of Personnel	2,272,143	2,520,049	2,875,293	2,699,792
Personnel Advisory Board	86,883	97,159	104,344	101,611
Division of Purchasing	2,266,071	3,391,508	4,270,606	3,604,869
Flight Operations	607,333	712,544	3,812,229	1,133,487
Division of General Services	14,719,064	13,037,458	17,776,054	15,676,244
Administrative Hearing Commission	566,246	591,550	649,451	646,539
Missouri Access to Higher Education Trust	0	0	330,785	330,785
Employee Benefit Disbursements	208,801,981	201,506,556	201,409,245	238,664,306
Administrative Disbursements	74,845,870	81,982,411	83,001,777	78,491,539
Other Disbursements	8,670,023	9,862,081	9,916,275	7,715,037
TOTAL	$ 379,153,371	$ 391,434,475	$ 406,824,945	$ 428,084,091
General Revenue Fund	274,178,730	275,511,352	287,562,408	298,543,773
Federal Funds	14,139,833	18,086,973	18,432,906	19,051,394
Revolving Administrative Trust Fund	21,768,951	30,800,440	33,278,898	32,772,773
Other Funds	69,065,857	67,035,710	67,550,733	77,716,151
Full-time equivalent employees	875.28	958.00	1,086.66	999.21

POLICY SUMMARY

The Office of Administration is the primary executive department responsible for the effective and efficient administration of state government. The Office of Administration serves the various state agencies and assures accountability of state government operations.

For Fiscal Year 1990, the Governor's recommendations provide funds for continued improvement in the effective and efficient use of state resources. The Governor's recommendations also provide funding necessary to pay various employee benefits and administrative disbursements assigned to the Commissioner of Administration. Included in the recommendations for the Office of Administration and all other state departments is funding for the Personnel Advisory Board's three highest priorities for state employee compensation -- a cost of living adjustment, position range reassignments, and "within grade" salary adjustments. The Governor is committed to assuring fair and equitable compensation in state government so that valuable employees are rewarded and retained. The statewide cost in general revenue of the pay plan, including fringe benefits, is approximately $44 million. The table that follows identifies each pay plan component and shows how it is distributed.

POLICY SUMMARY (Continued)

PAY PLAN

	Component	% Increase	Who Receives	When
1.	Cost of Living	2%	All employees	July 1
2.	Within Grade	about 2%	93% of all state employees. All permanent employees who have a successful service rating and who have not had a recent raise.	January 1
3.	Repositioning	3.1%-9.2%	67% of state employees	July 1

Average State Employee Increase: 6.7%

Implementing Legislation

The Governor's recommendations include $926,785 to implement legislation passed by the 84th General Assembly, Second Regular Session. Specific recommendations are:

- $330,785 for implementation of House Bill 1456 which authorized the establishment of the Missouri Access to Higher Education Trust. The law allows the Trust Board of Directors and individuals to enter into "Advance tuition payment contracts" and will help parents pre-pay for their children's college education. A qualified beneficiary of the contract may attend any of the state institutions of higher education to which she/he has been admitted, without further tuition cost. A contract may be for all or part of the cost. The Trust will pay the state institution of higher education the actual tuition cost of the beneficiary when the student enrolls.
- $596,000 for implementation of Senate Bill 622 which requires the state to reimburse counties for the salaries of two additional juvenile officers in 37 of the 44 judicial circuits. These funds will provide financial relief to Missouri counties and allow the juvenile courts to maintain and increase services to juveniles.

Children's Trust Fund Increase

The Governor recommends $182,500 for the expansion of child abuse prevention programs designed to enhance the safety and health of children in Missouri. These added funds will enable the Children's Trust Fund Board to contract for additional community-based programs that promote both primary prevention and secondary prevention for approximately 30,000 individuals. Primary prevention programs will provide education services to the public and new parents while secondary prevention programs provide counseling and peer support groups for high-risk families. Funds will also be used to promote the Children's Trust Fund and income tax check-off donations.

Improvements for State Construction and Leasing Programs

The Governor's recommendations for the Division of Design and Construction include funding to improve the oversight of new construction projects and the management of the statewide leasing program. Specific recommendations are:

- $331,242 for the addition of eight staff to assist in the oversight of construction projects underway throughout the state. Construction inspectors and projects managers will improve the budget and design review process, improve the timeliness of construction completion, and assure the use of quality materials.

POLICY SUMMARY (Continued)

- $221,676 for seven additional design staff to provide architectural and engineering services for capital improvement projects not deemed to need the design expertise of an outside architectural or engineering firm.

- $121,968 for three additional staff to coordinate the leasing of facilities as needed by departments throughout the state. The staff will verify that leased space meets the criteria established in bid specifications and provide more oversight of contractual compliance with the state's 600 leases.

- $320,260 to maintain current operations and to improve preventive maintenance programs at the Kansas City, Springfield, Wainwright, Midtown, and Truman State Office Buildings.

Other Improvements

- $343,000 to assure the safe and efficient operation of the state air fleet with engine replacements and improvements to the avionics of the three airplanes operated by the Division of Flight Operations.

- $27,090 for additional law interns and court reporter expenses to improve caseload disposition by the Administrative Hearing Commission so that the public is served within reasonable time periods, appeals are more quickly resolved, and outstanding amounts due the state are more quickly recovered.

- $100,224 for three additional purchasing agents who will improve the timeliness of human services contract awards and develop special cost saving contracts in such areas as natural gas procurement and freight management.

- $1,144,896 for the Workers' Compensation Program to fund claims settlements, to improve claims administration, and to initiate a hospital utilization review program aimed at assuring quality medical care and cost containment.

COMMISSIONER'S OFFICE

This organization consists of the Commissioner of Administration and the central staff. The office also includes the legal counsel, the labor relations unit, and the affirmative action officer. The Commissioner directs the one agency that provides central services and support to all other agencies of state government. These services include accounting, budget and planning, building design and construction, data processing and telecommunications, flight operations, personnel, purchasing, and general services.

Fiscal Year 1990 Governor's Recommendations

- o $22,348 for pay plan.
- o $82 transferred from the Division of Data Processing & Telecommunications.

H.B. Sec. 5.200	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 331,597	$ 348,297	$ 370,645
EXPENSE AND EQUIPMENT			
General Revenue Fund	328,267	383,261	383,343
Revolving Administrative Trust Fund	14,548	14,833	14,833
Highway Department Fund	42,049	43,349	43,349
TOTAL	$ 716,461	$ 789,740	$ 812,170
General Revenue Fund	659,864	731,558	753,988
Revolving Administrative Trust Fund	14,548	14,833	14,833
Highway Department Fund	42,049	43,349	43,349
Full-time equivalent employees	10.32	10.50	10.50

DIVISION OF ACCOUNTING

The Division of Accounting maintains all financial records for state appropriations and funds, processes payments, controls production of warrants, and distributes checks. The division also issues warrants to the State Treasurer for expenditures and maintains computerized accounting, payroll, and check writing systems. Staff administer the Social Security Act for the state and political subdivisions. The division also provides financial data to executive and legislative officials.

Fiscal Year 1990 Governor's Recommendations

- $45,342 and one staff for vendor debt collections.
- $12,778 transferred from the Division of Data Processing and Telecommunications.
- $133,866 for pay plan, including $131,411 in general revenue.
- ($16,449) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 5.205	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Payroll Checks Processed	1,625,000	1,900,000	2,000,000
Other Checks Processed	2,544,000	2,900,000	2,900,000
PERSONAL SERVICE			
General Revenue Fund	$ 1,568,369	$ 1,811,250	$ 1,946,653
Highway Department Fund	34,245	36,240	38,695
EXPENSE AND EQUIPMENT			
General Revenue Fund	462,772	472,450	510,129
Highway Department Fund	1,521	1,845	1,845
TOTAL	$ 2,066,907	$ 2,321,785	$ 2,497,322
General Revenue Fund	2,031,141	2,283,700	2,456,782
Highway Department Fund	35,766	38,085	40,540
Full-time equivalent employees	75.95	86.50	86.50

DIVISION OF BUDGET AND PLANNING

The Division of Budget and Planning analyzes problems, policies, and programs of state government and provides recommendations and information to the Governor, General Assembly and state agencies. The division prepares the budget preparation manual, reviews all agency budget requests, makes funding recommendations to the Governor, and prepares the annual executive budget. Division economists forecast state revenues and conduct other technical analyses. To assist in state government management, the division controls allotments, evaluates programs, analyzes and develops policy, and coordinates programs among agencies. The division represents the Governor on state and federal study commissions and handles special planning activities to strengthen state and local development efforts. In addition, the division uses federal grant funds for specialized research in policy areas of statewide concern with special emphasis on economic growth and job creation.

Fiscal Year 1990 Governor's Recommendations

o $29,123 for increased expense and equipment expenditures.
o $340 transferred from the Division of Data Processing and Telecommunications.
o $67,759 for pay plan.
o ($22,266) in core reductions from the Fiscal Year 1989 appropriation level.
o ($68,788) and two and one half positions in core reductions with completion of census work.

H.B. Sec. 5.210, 5.215, 5.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 879,473	$ 1,015,330	$ 1,009,499
EXPENSE AND EQUIPMENT			
General Revenue Fund	149,292	166,756	178,755
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	60,626	40,000	40,000
TOTAL	$ 1,089,391	$ 1,222,086	$ 1,228,254
General Revenue Fund	1,028,765	1,182,086	1,188,254
Federal Funds	60,626	40,000	40,000
Full-time equivalent employees	30.37	33.21	30.71

DIVISION OF DATA PROCESSING AND TELECOMMUNICATIONS

The Division of Data Processing and Telecommunications provides centralized computer processing services through the State Data Center, reviews departmental data processing plans, and manages the state telephone network. The division also approves the acquisition and disposition of computer equipment, provides procurement assistance to other state agencies, and provides data processing training for state employees.

The State Data Center provides centralized programming, systems design, data entry, and remote job entry for the Office of Administration, Department of Revenue, Department of Economic Development, Public Service Commission, Department of Natural Resources, State Auditor's Office, and the Secretary of State.

Fiscal Year 1990 Governor's Recommendations

- $75,000 for a statewide data processing contingency plan.
- $272,886 for pay plan, including $197,426 in general revenue.
- ($68,210) transferred to eight other divisions or programs in the Office of Administration.
- ($115,000) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 5.225, 5.230	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Payroll Warrants	1,625,000	1,900,000	2,000,000
General Warrants	2,544,100	2,900,000	2,900,000
Workshop and Educational Course Days	900	950	950
Teleprocessing Transactions	84,507,032	105,174,719	111,829,371
CPU/1000 Service Units	270,199,899	346,497,790	449,893,010
Megabytes of Disk Storage	992,122	1,208,909	1,316,686
Impact Lines Printed (Thousands)	498,073,591	491,644,694	458,641,846
Laser Feet Printed	16,854,584	21,003,121	23,773,122
PERSONAL SERVICE			
General Revenue Fund	$ 2,550,155	$ 2,817,381	$ 3,014,807
Revolving Administrative Trust Fund	657,227	681,267	731,051
Highway Department Fund	358,772	376,061	401,737
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,144,170	2,809,119	2,700,909
Revolving Administrative Trust Fund	15,891,100	24,179,863	24,179,863
Highway Department Fund	601,703	570,781	570,781
TOTAL	$ 22,203,127	$ 31,434,472	$ 31,599,148
General Revenue Fund	4,694,325	5,626,500	5,715,716
Revolving Administrative Trust Fund	16,548,327	24,861,130	24,910,914
Highway Department Fund	960,475	946,842	972,518
Full-time equivalent employees	150.03	158.00	158.00

OFFICE OF ADMINISTRATION
DIVISION OF DESIGN AND CONSTRUCTION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Design and Construction-Operating	$ 5,750,793	$ 6,215,035	$ 8,692,417	$ 7,058,506
Office Buildings	34,491,078	35,750,040	37,075,153	35,824,482
TOTAL	$ 40,241,871	$ 41,965,075	$ 45,767,570	$ 42,882,988
PERSONAL SERVICE				
General Revenue Fund	5,937,235	6,707,996	7,967,987	7,309,409
Federal Funds	14,690	37,304	75,238	75,611
Highway Department Fund	37,057	37,092	39,574	38,204
Revolving Administrative Trust Fund	0	0	573,656	470,159
Other Sources	201,418	209,699	225,809	34,012
EXPENSE AND EQUIPMENT				
General Revenue Fund	10,003,435	10,856,786	13,467,444	11,690,487
Federal Funds	62,926	180,050	84,104	84,104
Highway Department Fund	110,260	115,658	208,460	122,010
Revolving Administrative Trust Fund	227,182	236,471	418,078	375,772
Workers' Compensation Fund	78,231	105,869	0	0
Other Sources	335,968	384,918	655,633	631,633
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	22,353,453	22,218,497	21,216,307	21,216,307
Highway Department Fund	568,262	564,852	539,374	539,374
Workers' Compensation Fund	156,183	155,245	148,243	148,243
Other Sources	155,571	154,638	147,663	147,663
TOTAL	$ 40,241,871	$ 41,965,075	$ 45,767,570	$ 42,882,988
General Revenue Fund	38,294,123	39,783,279	42,651,738	40,216,203
Federal Funds	77,616	217,354	159,342	159,715
Revolving Administrative Trust Fund	227,182	236,471	991,734	845,931
Highway Department Fund	715,579	717,602	787,408	699,588
Workers' Compensation Fund	234,414	261,114	148,243	148,243
Other Sources	692,957	749,255	1,029,105	813,308
Full-time equivalent employees	301.96	338.19	394.90	360.40

PROGRAM OPERATIONS

Staff of the division review plans and specifications for state construction and maintenance and repair projects, select contracting architects and engineers, oversee the expenditure of capital improvement appropriations, provide information for the preparation of the capital improvements budget and assist state agencies and institutions with building and renovation problems. The division operates state-owned buildings including the Capitol Complex, Kansas City State Office Building, Springfield State Office Complex, the Wainwright and Midtown Complexes in St. Louis and the new St. Joseph State Office Building.

Fiscal Year 1990 Governor's Recommendations

- $285,522 in revolving administrative trust funds and seven staff for improved field construction and project management.
- $221,676 in revolving administrative trust funds and seven staff for in-house design work.
- $156,182 in general revenue and six staff in core redirection.
- $153,528 and five staff transferred from general revenue to revolving administrative trust funds.
- $121,968 and three staff for the lease management program.
- $45,720 in federal funds and one staff for the Superfund program.
- $891 transferred from the Division of Data Processing and Telecommunications.
- $196,862 for pay plan, including $172,379 in general revenue.
- ($46,020) and three staff transferred to the Divisions of Flight Operations and General Services.
- ($292,858) and six positions in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 5.235, 5.240	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 2,650,024	$ 2,917,556	$ 3,258,753
Federal Funds	14,690	37,304	75,611
Third State Building Trust Fund	170,095	178,006	0
Revolving Administrative Trust Fund	0	0	470,159
Parks Sales Tax Fund	31,323	31,693	34,012
Highway Department Fund	37,057	37,092	38,204
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,749,605	2,904,309	2,961,176
Federal Funds	62,926	74,000	84,104
Third State Building Trust Fund	24,001	24,000	0
Revolving Administrative Trust Fund	0	0	125,412
Parks Sales Tax Fund	11,072	11,075	11,075
TOTAL	$ 5,750,793	$ 6,215,035	$ 7,058,506
General Revenue Fund	5,399,629	5,821,865	6,219,929
Federal Funds	77,616	111,304	159,715
Third State Building Trust Fund	194,096	202,006	0
Revolving Administrative Trust Fund	0	0	595,571
Parks Sales Tax Fund	42,395	42,768	45,087
Highway Department Fund	37,057	37,092	38,204
Full-time equivalent employees	133.07	142.00	162.00

OFFICE OF ADMINISTRATION
OFFICE RENTS, DEBT SERVICE, AND BUILDING OPERATIONS

FINANCIAL SUMMARY

H.B. Sec. 5.245 - 5.280	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Jefferson City Office Rentals	$ 3,139,348	$ 3,439,465	$ 4,189,192
Debt Service-Board of Public Buildings Bonds	23,233,469	23,093,232	22,051,587
Kansas City State Office Building	1,131,233	1,247,120	1,357,297
Springfield State Office Complex	748,858	801,235	858,073
Wainwright State Office Building	1,308,075	1,401,367	1,500,092
Midtown State Office Building	768,034	808,367	861,637
Truman State Office Building	4,162,061	4,210,789	4,529,609
St. Joseph State Office Building	0	748,465	476,995
TOTAL	$ 34,491,078	$ 35,750,040	$ 35,824,482
PERSONAL SERVICE			
General Revenue Fund	3,287,211	3,790,440	4,050,656
EXPENSE AND EQUIPMENT			
General Revenue Fund	7,253,830	7,952,477	8,729,311
Federal Funds	0	106,050	0
Revolving Administrative Trust Fund	227,182	236,471	250,360
Highway Department Fund	110,260	115,658	122,010
Workers' Compensation Fund	78,231	105,869	0
Other Funds	300,895	349,843	620,558
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	22,353,453	22,218,497	21,216,307
Public Service Commission Fund	155,571	154,638	147,663
Highway Department Fund	568,262	564,852	539,374
Workers' Compensation Fund	156,183	155,245	148,243
TOTAL	$ 34,491,078	$ 35,750,040	$ 35,824,482
General Revenue Fund	32,894,494	33,961,414	33,996,274
Federal Funds	0	106,050	0
Revolving Administrative Trust Fund	227,182	236,471	250,360
Highway Department Fund	678,522	680,510	661,384
Workers' Compensation Fund	234,414	261,114	148,243
Public Service Commission Fund	155,571	154,638	147,663
Other Funds	300,895	349,843	620,558
Full-time equivalent employees	168.89	196.19	198.40

OFFICE RENTS, DEBT SERVICE, AND BUILDING OPERATIONS (Continued)

Jefferson City Office Rentals (H.B. Sec. 5.245)

This appropriation includes funding for rental space, utilities, and custodial services for state agencies in the Jefferson City area.

Fiscal Year 1990 Governor's Recommendations

- o $613,522 for rental expansions, including $360,533 in general revenue.
- o $272,321 for the lease of new laboratory space for the Laboratory Services Program of the Department of Natural Resources and the Agricultural Feed Laboratory in the Department of Agriculture.
- o $83,922 for rental increases, including $45,955 in general revenue.
- o ($220,038) in core reductions from the appropriation level, including $122,249 in general revenue.

Debt Service - Board of Public Buildings Bonds

Beginning in Fiscal Year 1987 the funds for debt service appropriated to individual buildings were transferred to this appropriation specifically to pay principal, interest, and reserve requirements on the outstanding bonds.

Fiscal Year 1990 Governor's Recommendations

- o ($1,041,645) for core reductions from the Fiscal Year 1989 appropriation level.

Kansas City State Office Building (H.B. Sec. 5.255)

This appropriation reflects payments of rent to the Kansas City State Office Building revenue bond trust fund for the agencies occupying space in that building. The funds are utilized to operate and maintain the building and to retire principal and interest on parity lien bonds issued in 1966 and 1967 to construct the building.

Fiscal Year 1990 Governor's Recommendations

- o $70,818 for programmed chiller repairs and service contract increases.
- o $15,609 for increased insurance costs.
- o $23,750 for pay plan.

Springfield State Office Complex (H.B. Sec. 5.260)

This appropriation reflects payments of rent to the Springfield State Office Complex revenue bond trust fund for agencies occupying space in that complex. The funds are utilized to operate and maintain the Complex and to retire principal and interest on parity lien bonds issued in 1979 to construct the Complex.

Fiscal Year 1990 Governor's Recommendations

- o $26,272 for increased insurance and utility costs.
- o $10,500 for programmed chiller repairs.
- o $20,066 for pay plan.

OFFICE RENTS, DEBT SERVICE, AND BUILDING OPERATIONS (Continued)

Wainwright State Office Building (H.B. Sec. 5.265)

This appropriation reflects payments of rent to the Wainwright State Office Building revenue bond trust fund for agencies occupying space in that building. The funds are utilized to operate and maintain the building and to retire principal and interest on parity lien bonds issued in 1978 to construct the building.

Fiscal Year 1990 Governor's Recommendations

- o $52,614 for increased insurance and utility costs.
- o $10,500 for programmed chiller repairs.
- o $30,308 for pay plan.
- o $5,303 and .33 staff transferred from Midtown Office Building.

Midtown State Office Building (H.B. Sec. 5.270)

This appropriation reflects payments of rent to the Midtown State Office Building revenue bond trust fund for agencies occupying space in that building. The funds are utilized to operate and maintain the building and to retire principal and interest on parity lien bonds issued in 1980 to construct the building.

Fiscal Year 1990 Governor's Recommendations

- o $23,478 for increased insurance and utility costs.
- o $10,500 for programmed chiller repairs.
- o $24,595 for pay plan.
- o ($5,303) and .33 staff transferred to the Wainwright State Office Building.

Harry S Truman State Office Building (H.B. Sec. 5.275)

This appropriation reflects payments of rent to the Harry S Truman State Office Building revenue bond trust fund for the agencies occupying space in that building. The funds are utilized to operate and maintain the building and to retire principal and interest on parity lien bonds issued in 1981 to construct the building.

Fiscal Year 1990 Governor's Recommendations

- o $234,382 for increased insurance and utility costs.
- o $84,438 for pay plan.

St. Joseph State Office Building (H.B. Sec. 5.280)

This appropriation reflects payments of rent to the St. Joseph State Office Building revenue bond trust fund for the agencies occupying space in that building. The funds are utilized to operate and maintain the building and to retire principal and interest on parity lien bond issued in 1988 to construct the building.

Fiscal Year 1990 Governor's Recommendations

- o $49,276 to provide full-year funding for 2.21 staff.
- o $8,404 for pay plan.
- o ($329,150) core reduction for one-time expenditures.

OPERATING PROGRAM

The Division of Personnel administers a merit system designed to create efficient administration in state agencies with over 27,000 employees. The division assists the Commissioner of Administration in personnel work for agencies not under the merit system and promotes uniform working conditions and compensation for all employees. The division also recruits, examines and certifies job applicants, classifies positions, conducts pay studies, reviews personnel actions for compliance with the law, assists agencies with training, develops performance evaluations, and pre-audits payrolls.

Fiscal Year 1990 Governor's Recommendations

o $14,328 and one staff in revolving administrative trust funds for training services improvements.
o $18,226 transferred from the Division of Data Processing and Telecommunications.
o $147,189 for pay plan, including $143,551 general revenue.

H.B. Sec. 5.285	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 1,929,724	$ 2,033,181	$ 2,218,902
Federal Funds	12,960	42,176	15,491
Revolving Administrative Trust Fund	24,022	24,696	40,497
EXPENSE AND EQUIPMENT			
General Revenue Fund	262,030	295,162	300,068
Revolving Administrative Trust Fund	43,407	124,834	124,834
TOTAL	$ 2,272,143	$ 2,520,049	$ 2,699,792
General Revenue Fund	2,191,754	2,328,343	2,518,970
Federal Funds	12,960	42,176	15,491
Revolving Administrative Trust Fund	67,429	149,530	165,331
Full-time equivalent employees	90.27	92.60	94.60

PERSONNEL ADVISORY BOARD

The Personnel Advisory Board sets rules and regulations for the merit system, approves classifications and pay plans, conducts appeal hearings for applicants and employees and advises the Division of Personnel and the Governor on personnel administration.

Fiscal Year 1990 Governor's Recommendations

o $4,452 for pay plan.

H.B. Sec. 5.290	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 66,443	$ 67,606	$ 72,058
Expense and Equipment	20,440	29,553	29,553
TOTAL			
General Revenue Fund	$ 86,883	$ 97,159	$ 101,611
Full-time equivalent employees	2.68	2.75	2.75

DIVISION OF PURCHASING

The Division of Purchasing centralizes procurement to save money by purchasing supplies and materials in larger quantities and encourages competitive bidding and awards on all contracts. All of state government is served except the University of Missouri, the Highway Department, the Judiciary, and the General Assembly. The state surplus property unit recycles property among agencies and sells surplus state equipment through negotiated, sealed bid, and auction sales. Surplus property sales receipts are used to pay the expenses of surplus property sales with the remaining receipts distributed to the appropriate state funds from which the equipment was purchased.

Fiscal Year 1990 Governor's Recommendations

- o $66,816 and two staff for contract procurement program.
- o $35,620 transferred from the Division of Data Processing and Telecommunications.
- o $33,408 and one staff for the special development program.
- o $77,517 for pay plan, including $75,636 general revenue.

H.B. Sec. 5.295, 5.300, 5.305	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Operating Programs	$ 1,520,634	$ 1,591,508	$ 1,804,869
Bid and Performance Bond Refunds	259,100	300,000	300,000
Surplus Property Sale Proceeds	486,337	1,500,000	1,500,000
DIVISIONAL TOTAL	$ 2,266,071	$ 3,391,508	$ 3,604,869
PERSONAL SERVICE			
General Revenue Fund	1,065,639	1,122,646	1,284,754
Highway Department Fund	25,406	25,919	27,800
EXPENSE AND EQUIPMENT			
General Revenue Fund	428,405	442,311	491,683
Highway Department Fund	1,184	632	632
PROGRAM SPECIFIC DISTRIBUTION			
Revolving Administrative Trust Fund	259,100	700,000	700,000
Proceeds of Surplus Property Sales Fund	486,337	1,100,000	1,100,000
TOTAL	$ 2,266,071	$ 3,391,508	$ 3,604,869
General Revenue Fund	1,494,044	1,564,957	1,776,437
Revolving Administrative Trust Fund	259,100	700,000	700,000
Highway Department Fund	26,590	26,551	28,432
Proceeds of Surplus Property Sales Fund	486,337	1,100,000	1,100,000
Full-time equivalent employees	51.89	53.50	56.50

DIVISION OF FLIGHT OPERATIONS

State aircraft provide greater convenience and flexibility than commercial airlines. The fleet offers better performance and safety against adverse weather and equipment failure than is currently available from charter services.

Fiscal Year 1990 Governor's Recommendations

o $378,000 for engine replacements and improvements for the fleet.
o $18,000 for pilot training.
o $11,976 and one staff transferred from the Division of Design and Construction.
o $12,967 for pay plan, including $3,794 in general revenue.

H.B. Sec. 5.310	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Flights	963	1,000	1,000
Requests for Service	1,159	1,230	1,230
Passengers Flown	2,993	3,350	3,350
Flight Hours	1,882	2,065	2,065
PERSONAL SERVICE			
General Revenue Fund	$ 43,948	$ 46,010	$ 61,780
Revolving Administrative Trust Fund	227,855	227,440	236,613
EXPENSE AND EQUIPMENT			
General Revenue Fund	69,209	73,805	469,805
Revolving Administrative Trust Fund	266,321	365,289	365,289
TOTAL	$ 607,333	$ 712,544	$ 1,133,487
General Revenue Fund	113,157	119,815	531,585
Revolving Administrative Trust Fund	494,176	592,729	601,902
Full-time equivalent employees	8.17	8.00	9.00

DIVISION OF GENERAL SERVICES

Central printing shop staff provide the state with economical, quality printing services; forms management staff reduce paperwork costs of state agencies; Capitol Complex security staff watch over the Capitol Complex and maintain parking and traffic control; vehicle management staff maintain state vehicles in safe and cost-efficient operating condition. The employee assistance program provides a referral service for state employees who suffer from psychological problems, alcoholism or drug abuse. Funds are used to provide workers' compensation benefits for state employees except those in the Highway Department, State Highway Patrol, and the University of Missouri. The division also administers the state's risk management functions including the legal expense fund and self-insurance.

Fiscal Year 1990 Governor's Recommendations

- $900,000 for increased workers' compensation claims, including $700,000 in general revenue.
- $616,184 in revolving administrative trust funds for store purchases.
- $252,192 in revolving administrative trust funds and six staff for printing production support.
- $250,000 in federal funds for the Missouri Head Injury Program.
- $134,896 and three staff for workers' compensation claims administration.
- $110,000 for workers' compensation tax payments.
- $78,900 for community support services for head-injured clients in vocational rehabilitation programs.
- $34,074 and two staff transferred from Data Processing and Telecommunications and Design and Construction.
- $34,000 for the employee suggestion award program.
- $27,300 for the purchase of three vehicles for the Office of Administration motor pool.
- $201,240 for pay plan, including $115,384 in general revenue.

H.B. Sec. 5.315, 5.320, 5.325, 5.330, 5.335	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Operating Programs	$ 6,028,729	$ 6,049,098	$ 7,643,884
Workers' Compensation Claims	5,453,715	5,613,791	6,513,791
Legal Liability/Insurance	3,231,757	1,228,569E	1,228,569E
Employee Suggestion Awards	4,863	16,000	50,000
Workers' Compensation Tax Payments	0	130,000	240,000
TOTAL	$ 14,719,064	$ 13,037,458	$ 15,676,244
PERSONAL SERVICE			
General Revenue Fund	1,455,318	1,564,428	1,780,252
Revolving Administrative Trust Fund	1,857,196	1,318,594	1,558,618
EXPENSE AND EQUIPMENT			
General Revenue Fund	279,096	270,370	366,200
Revolving Administrative Trust Fund	683,308	713,205	845,229
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	8,703,831	6,744,685	7,633,585
Federal Funds	0	0	350,000
Revolving Administrative Trust Fund	2,165,050	1,904,816	2,521,000
Other Funds	275,265	521,360	521,360
TOTAL	$ 14,719,064	$ 13,037,458*	$ 15,676,244
General Revenue Fund	10,438,245	8,579,483	9,780,037
Federal Funds	0	0	350,000
Revolving Administrative Trust Fund	4,005,554	3,936,615	4,924,847
Other Funds	275,265	521,360	521,360
Full-time equivalent employees	131.79	143.75	154.75

* Does not include $552,469 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for Workers' Compensation claims.

ADMINISTRATIVE HEARING COMMISSION

The Administrative Hearing Commission conducts pre-hearing conferences and full evidentiary hearings throughout Missouri, making findings of fact and decisions of law relative to appeals and complaints. The commission's jurisdiction includes appeals of decisions made by the professional licensing boards, taxpayers' appeals of decisions made by the director of Revenue, and appeals from the supervisor of Liquor Control, the Missouri Health Facilities Review Committee, the Personnel Advisory Board, and the Departments of Mental Health, Health, and Social Services.

Fiscal Year 1990 Governor's Recommendations

o $24,690 for an additional half-time law intern and contracted interns.
o $2,400 for court reporter expenses.
o $243 transferred from the Division of Data Processing and Telecommunications.
o $27,656 for pay plan.

H.B. Sec. 5.340	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 395,413	$ 476,023	$ 513,555
Expense and Equipment	170,833	115,527	132,984
TOTAL			
General Revenue Fund	$ 566,246	$ 591,550	$ 646,539
Full-time equivalent employees	13.93	18.00	18.50

MISSOURI ACCESS TO HIGHER EDUCATION

To encourage parents to save for their children's higher education, the Missouri Access to Higher Education Trust is charged with development of a program allowing pre-payment of tuition costs, thereby guaranteeing that tuition costs are covered upon entry into higher education.

Fiscal Year 1990 Governor's Recommendations

o $280,785 in general revenue and three staff to operate the trust program.
o $50,000 in higher education trust funds for actuarial, legal, and marketing services on an open-ended basis to accommodate additional funding that may become available.

H.B. Sec. 5.345	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 0	$ 0	$ 93,113
EXPENSE AND EQUIPMENT			
General Revenue Fund	0	0	187,672
Access to Higher Education Trust Fund	0	0	50,000E
TOTAL	$ 0	$ 0*	$ 330,785
General Revenue Fund	0	0	280,785
Access to Higher Education Trust Fund	0	0	50,000E
Full-time equivalent employees	0.00	0.00	3.00

* Does not include $90,282 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for initiation of the program in Fiscal Year 1989.

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
State Contribution to Old Age and Survivors Disability and Health Insurance Taxes	$ 67,540,785	$ 69,055,584E	$ 69,055,585E	$ 75,898,193E
State Contribution to Missouri State Employees' Retirement System	140,141,762	130,994,169E	130,994,170E	161,427,475E
Deferred Compensation Program	3,150	33,218	35,904	35,052
Reimbursement for Unemployment Benefits	1,116,284	1,423,585E	1,323,586E	1,303,586E
TOTAL	$ 208,801,981	$ 201,506,556	$ 201,409,245	$ 238,664,306
General Revenue Fund	139,785,945	130,072,642	130,072,644	155,301,086
Federal Funds	12,044,922	15,287,443	15,187,443	15,737,443
Conservation Commission Fund	83,756	86,475	86,475	86,475
Parks Sales Tax Fund	580,999	674,985	674,985	674,985
Soil and Water Sales Tax Fund	79,040	67,355	67,355	67,355
Highway Department Fund	46,370	62,000	62,000	62,000
Deferred Compensation Fund	0	30,068	32,754	31,902
Other Funds	56,180,949	55,225,588	55,225,589	66,703,060
Full-time equivalent employees	0.00	1.00	1.00	1.00

CONTRIBUTION TO O.A.S.D.H.I. TAXES

The State of Missouri pays the employer's share of Federal Old Age and Survivors Disability and Health Insurance contributions on the salaries of all state employees with the exception of employees of the state universities and four-year colleges. These funds are transferred to a contribution fund for matching payments to the Social Security Administration.

Fiscal Year 1990 Governor's Recommendations

- $6,842,609, including $4,734,077 general revenue, for changes required by federal law in the contribution rate and the salary base subject to withholding, projected payroll growth, and pay plan.

H.B. Sec. 5.350, 5.352	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 37,354,181	$ 37,109,754E	$ 41,843,831E
Federal Funds	3,305,930	4,598,139E	4,598,139E
Parks Sales Tax Fund	186,702	177,066E	177,066E
Soil and Water Sales Tax Fund	22,289	21,504E	21,504E
Other Funds	26,671,683	27,149,121E	29,257,653E
TOTAL	$ 67,540,785	$ 69,055,584E	$ 75,898,193E

CONTRIBUTION TO MISSOURI STATE EMPLOYEES' RETIREMENT SYSTEM

The State of Missouri provides a fully funded retirement program for employees through a contribution of a specified percentage of members' wages to the Missouri State Employees' Retirement System. Included in the state's contribution is a $108.60 payment per month per eligible employee to the Missouri State Employees Benefit Plan (life and hospitalization insurance program) and 0.69 percent of employee wages for long-term disability premiums.

The contribution also includes payments of the increases in monthly benefits of certain retired state employees and payment of the state's contribution of monthly retirement benefits and survivor benefits of Elected Officials, Legislators, Judges, Administrative Law Judges, and certain teachers transferring from the Public School Retirement System.

Fiscal Year 1990 Governor's Recommendations

o $30,433,306, including $20,514,367 general revenue, for contributions including carryover of the Fiscal Year 1989 Emergency and Supplemental Appropriation for increasing medical costs.

H.B. Sec. 5.355, 5.357	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 101,757,210	$ 92,267,103E	$ 112,781,470E
Federal Funds	8,454,325	10,136,939E	10,686,939E
Parks Sales Tax Fund	364,210	468,469E	468,469E
Soil and Water Sales Tax Fund	56,751	45,191E	45,191E
Other Funds	29,509,266	28,076,467E	37,445,406E
TOTAL	$ 140,141,762	$ 130,994,169E*	$ 161,427,475E

* Does not include $7,100,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for increasing medical costs of state employees.

DEFERRED COMPENSATION PROGRAM

The Missouri State Public Employees Deferred Compensation Commission, as established by Sections 105.900 to 105.925 RSMo, provides indirect compensation to state employees in the form of tax deferred income.

Fiscal Year 1990 Governor's Recommendations

o $1,834 in deferred compensation funds for pay plan.

H.B. Sec. 5.360	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
Deferred Compensation Fund	$ 0	$ 25,068	$ 26,902
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,150	3,150	3,150
Deferred Compensation Fund	0	5,000	5,000
TOTAL	$ 3,150	$ 33,218	$ 35,052
General Revenue Fund	3,150	3,150	3,150
Deferred Compensation Fund	0	30,068	31,902
Full-time equivalent employees	0.00	1.00	1.00

DISBURSEMENT FOR UNEMPLOYMENT BENEFITS

The State of Missouri, as a governmental entity, is required to pay contributions to the Division of Employment Security as specified by law so that unemployment claims may be paid to former employees. A governmental entity may elect to either pay contributions in advance based on a statutory formula or to reimburse the Division of Employment Security for actual claims paid out to former employees. The State of Missouri utilizes the reimbursement for actual claims paid option. By using this deferred method of payment and one central appropriation the state simplifies the administration of unemployment benefits.

Fiscal Year 1990 Governor's Recommendations

- $1 to establish an other funds contribution category.
- ($20,000) general revenue core reduction from the Fiscal Year 1989 appropriation level.
- ($100,000) federal funds core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 5.365	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 671,404	$ 692,635E	$ 672,635E
Federal Funds	284,667	552,365E	452,365E
Conservation Commission Fund	83,756	86,475E	86,475E
Parks Sales Tax Fund	30,087	29,450E	29,450E
Soil and Water Sales Tax Fund	0	660E	660E
Highway Department Fund	46,370	62,000E	62,000E
Other Funds	0	0	1E
TOTAL	$ 1,116,284	$ 1,423,585E	$ 1,303,586E

OFFICE OF ADMINISTRATION
ADMINISTRATIVE DISBURSEMENTS

FINANCIAL SUMMARY

H.B. Sec. 5.370 - 5.460	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Flood Control Lands Funds	$ 324,348	$ 400,000E	$ 400,000E	$ 400,000E
National Forest Reserve Funds	1,569,361	1,350,000E	1,600,000E	1,600,000E
County Foreign Insurance Tax	55,502,997	61,150,000E	61,150,000E	57,500,000E
County Stock Insurance Tax	2,715,102	3,104,454E	3,104,454E	3,104,454E
County Private Car Tax	557,826	656,250E	556,250E	556,250E
Care of Delinquent or Dependent Children	2,000,420	2,232,310E	2,301,310E	2,301,310E
County Juvenile Personnel Reimbursements	0	0	596,000E	596,000E
Compact for Education	51,355	57,200	59,500	59,500
Deputy Juvenile Officer Salary Increases	642,962	700,000E	1,084,000E	1,084,000E
Prosecuting Attorneys and County Officers Salary Increases	726,942	0	0	0
Political Subdivision Reimbursement Fund	53,434	0	0	0
County Officers Compensation Fund	864,365	0	0	0
GASB Dues	22,990	23,000	23,000	23,000
Fees in Involuntary Commitments	493,198	1,065,000E	865,000E	615,000E
Local Registration of Vital Records	130,820	136,200E	136,200E	136,200E
County Correctional Prosecution Expenses	0	0	1E	1E
Cost in Criminal Cases	8,097,882	9,706,524E	9,706,524E	9,100,000E
Missouri Public Entity Risk Management	152,635	309,132	327,207	323,493
Lobbyist Law Enforcement	0	1E	1E	1E
Regional Planning Commissions	434,330	434,340	434,330	434,330
Claims Against the Escheats Fund	362,403	508,000E	508,000E	508,000E
Public Television Grants	142,500	150,000	150,000	150,000
DISBURSEMENTS TOTAL	$ 74,845,870	$ 81,982,411	$ 83,001,777	$ 78,491,539
PERSONAL SERVICE				
Revolving Administrative Trust Fund	120,120	219,132	237,207	233,493
EXPENSE AND EQUIPMENT				
General Revenue Fund	153,810	159,200	159,200	159,200
Revolving Administrative Trust Fund	32,515	90,000	90,000	90,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	70,638,572	79,256,079	80,007,370	75,500,846
Federal Funds	1,893,709	1,750,000	2,000,000	2,000,000
Missouri Prosecuting Attorneys Fund	726,942	0	0	0
Political Subdivision Reimbursement Fund	53,434	0	0	0
County Officers Compensation Fund	864,365	0	0	0
Escheats Fund	362,403	508,000	508,000	508,000
TOTAL	$ 74,845,870	$ 81,982,411	$ 83,001,777	$ 78,491,539
General Revenue Fund	70,792,382	79,415,279	80,166,570	75,660,046
Federal Funds	1,893,709	1,750,000	2,000,000	2,000,000
Revolving Administrative Trust Fund	152,635	309,132	327,207	323,493
Missouri Prosecuting Attorneys Fund	726,942	0	0	0
Political Subdivision Reimbursement Fund	53,434	0	0	0
County Officers Compensation Fund	864,365	0	0	0
Escheats Fund	362,403	508,000	508,000	508,000
Full-time equivalent employees	5.33	9.00	9.00	9.00

ADMINISTRATIVE DISBURSEMENTS

Flood Control Lands Funds (H.B. Sec. 5.370)

The Flood Control Lands Grant is a "pass-through" of funds that represent 75 percent of the moneys from leases of the land owned by the United States under the Flood Control Act. Sections 12.080 and 12.090 RSMo prescribe that the funds be used for the benefit of public schools and public roads of the county in which the government land is situated. These funds may also be used for any expenses of the county government, including public obligations of levee and drainage districts for flood control and drainage improvements.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

National Forest Reserve Funds (H.B. Sec. 5.375)

The National Forest Reserve Grant is a "pass-through" of funds which are received from the federal government. Section 12.070 and 12.090 RSMo provide for 25 percent of all the money received by the National Forest Reserves in the states to be expended for the benefit of the public schools and public roads of the county in which the forest reserve is located. Of the total received, 75 percent will be spent for public schools and 25 percent for public roads.

Fiscal Year 1990 Governor's Recommendations

o $250,000 in federal funds on an open-ended basis to accommodate possible additional funding.

County Foreign Insurance Tax (H.B. Sec. 5.380)

The County Foreign Insurance Tax represents the receipts of a two percent per annum tax levied on the direct premiums of insurance companies not based in Missouri but doing business in Missouri. Through the provisions of Section 148.360 RSMo, one-half of the receipts of the County Foreign Insurance Tax are distributed by the state to school districts on the basis of the number of school children within each county.

Fiscal Year 1990 Governor's Recommendations

o ($3,650,000) core reduction from the Fiscal Year 1989 appropriation level.

County Stock Insurance Tax (H.B. Sec. 5.385)

The County Stock Insurance Tax is a two percent per annum tax levied on direct premiums received by stock insurance companies doing business in the State of Missouri. Through the provisions of Section 148.330 RSMo, the receipts of the County Stock Insurance Tax are distributed by the state to the county treasurers and treasurers of the school districts of counties in which stock insurance companies are located.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

County Private Car Tax (H.B. Sec. 5.390)

The County Private Car Tax represents one and one-half percent of the total amount received for rail car rental by freight line companies. Through the provisions of Chapter 152 RSMo, the receipts of the County Private Car Tax are distributed to counties and the City of St. Louis to provide assistance for general county expenses.

Fiscal Year 1990 Governor's Recommendations

o ($100,000) core reduction from the Fiscal Year 1989 appropriation level.

ADMINISTRATIVE DISBURSEMENTS (Continued)

Care of Delinquent or Dependent Children (H.B. Sec. 5.395)

Section 211.156 RSMo provides for state assistance to counties for the support of delinquent or dependent children. The sum of $8 per day per child is paid to the counties and the City of St. Louis for the care and maintenance of these children.

Fiscal Year 1990 Governor's Recommendations

o $69,000 for increased reimbursements to counties operating institutions for delinquent and dependent children.

County Juvenile Personnel Reimbursements (H.B. Sec. 5.400)

The state is required to reimburse specified counties for the salary of a chief deputy juvenile officer and one deputy juvenile officer, Class 1. Beginning in FY 1991, counties will have the option of being reimbursed for these two positions, or a percentage of all juvenile court personnel.

Fiscal Year 1990 Governor's Recommendations

o $596,000 for reimbursements of juvenile officer salaries.

Compact for Education (H.B. Sec. 5.405)

The payment of dues for the Compact for Education allows Missouri to maintain a position of leadership and cooperation with other states in the field of education. The Compact for Education serves as a clearinghouse for information on matters relating to educational issues. The Education Commission of the States consists of seven members representing each state of which one member shall be the Governor, two shall be members of the state legislature and four shall be appointed by the Governor. The commission fosters research and suggests policies and plans for the improvement of public education as a whole.

Fiscal Year 1990 Governor's Recommendations

o $2,300 for increased dues.

Deputy Juvenile Officer Salary Increases (H.B. Sec. 5.410)

Section 211.393 RSMo requires the state to pay the statutorily established salaries of deputy juvenile officers plus any salary adjustments provided to all state employees. This appropriation will provide reimbursements to counties representing the statewide pay plan applied to the deputy juvenile officers' salaries.

Fiscal Year 1990 Governor's Recommendations

o $384,000 for salary increases for deputy juvenile officers.

Governmental Accounting Standards Board Dues (H.B. Sec. 5.415)

The Governmental Accounting Standards Board (GASB) was organized in 1984 to establish financial reporting standards for activities and transactions of state and local governments. Each state is assessed dues for support of the organization.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

ADMINISTRATIVE DISBURSEMENTS (Continued)

Fees in Involuntary Commitments (H.B. Sec. 5.420)

In proceedings where a judge finds a respondent involuntarily committed to a mental health facility and unable to pay attorney's fees and court costs, Section 632.415 RSMo provides that the state will reimburse attorneys and courts for costs incurred in these cases.

Fiscal Year 1990 Governor's Recommendations

o ($450,000) core reduction from the Fiscal Year 1989 appropriation level.

Local Registration of Vital Records (H.B. Sec. 5.425)

Local registrars are paid fees out of the state treasury for recording, certifying and submitting to the state registrar vital statistics including records of births, deaths, marriages, adoptions, divorces and other significant statistics. These payments are made in accordance with Section 193.330 RSMo.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

County Correctional Prosecution Reimbursements (H.B. Sec. 5.430)

The state is required to provide reimbursement to counties for costs incurred in the prosecution of crimes occurring within correctional institutions and expenses of trials of capital cases in limited circumstances.

Fiscal Year 1990 Governor's Recommendations

o $1 on an open-ended basis to accommodate possible additional funding.

Costs in Criminal Cases (H.B. Sec. 5.435)

In accordance with Chapters 550 and 548 and Section 57.290 RSMo, the criminal costs reimbursement program pays county sheriffs for court costs of indigents in criminal cases, costs of incarceration, costs of transporting prisoners to state prisons, and costs of serving extradition warrants. The reimbursements also include administrative costs for auditing and receiving payments.

Fiscal Year 1990 Governor's Recommendations

o ($606,524) core reduction from the Fiscal Year 1989 appropriation level.

Missouri Public Entity Risk Management (H.B. Sec. 5.440)

The Missouri Public Entity Risk Management Fund (MoPERM) is responsible for assisting the MoPERM Board of Trustees by creating a public liability insurance pool with all related services within the risk management section of the Division of General Services.

Fiscal Year 1990 Governor's Recommendations

o $14,361 in revolving administrative trust funds for pay plan.

ADMINISTRATIVE DISBURSEMENTS (Continued)

Lobbyist Law Enforcement (H.B. Sec. 5.445)

The Cole County Prosecuting Attorney registers all individuals who act as lobbyists within the definition of Section 105.470 RSMo. The prosecuting attorney also verifies that accurate and complete lobbyist expense and interest reports are filed. Violators, if prosecuted and convicted, are guilty of a misdemeanor and are subject to a fine, imprisonment, or both.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

Regional Planning Commissions (H.B. Sec. 5.450)

State financial aid enables local governments, through regional planning commissions, to initiate programs and services identified as important by member governments. State funds are allocated on a statutory formula and matched by local funds.

Fiscal Year 1990 Governor's Recommendations

o ($10) core reduction from the Fiscal Year 1989 appropriation level.

Claims Against the Escheats Fund (H.B. Sec. 5.455)

This fund provides for the disposition of unclaimed real or personal property when an individual dies leaving no heirs or other representatives. There is a limit of 21 years to claim any land. Funds unclaimed for 21 years are transferred to the Public School Fund. Proceeds from the sale of unclaimed real estate are also transferred to the Public School Fund. Monies held are invested in registered United States government bonds or State of Missouri bonds.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

Public Television Grants (H.B. Sec. 5.460)

Funds distributed through this grant to the state's public television stations are separated into two categories: a basic service grant divided equally among the state's public television stations; and an operating grant distributed on the basis of each station's operating cost in relation to the cost to operate public television in the state for stations in operation as of January 1, 1980. A substantial portion of the state funds received are used for local programming related to the needs of the community the public television station serves.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

FINANCIAL SUMMARY

H.B. Sec. 5.465 - 5.495	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Land Grant College Program	$ 50,000	$ 50,000E	$ 50,000E	$ 50,000E
Children's Trust Fund Board	194,021	1,151,080	1,339,780	1,338,442
Children's Services Commission	32,767	26,000	26,494	26,594
Special Election Costs	1,889,523	1E	1E	1E
School District Trust Fund Transfer	2,500,000	2,500,000	2,500,000	2,500,000
Elected Officials Transition	0	135,000	0	0
Blind Pension Fund Transfer	4,003,712	6,000,000	6,000,000	3,800,000
DISBURSEMENTS TOTAL	$ 8,670,023	$ 9,862,081	$ 9,916,275	$ 7,715,037
General Revenue Fund	2,001,856	3,135,001	3,000,001	1,900,001
Federal Funds	50,000	750,000	750,000	750,000
Children's Services Commission Fund	32,767	26,000	26,494	26,594
Blind Pension Fund	2,001,856	3,000,000	3,000,000	2,150,000
State Election Subsidy Fund	1,889,523	0	0	0
School District Trust Fund	2,500,000	2,500,000	2,500,000	1,900,000
Children's Trust Fund	194,021	451,080	639,780	638,442
Full-time equivalent employees	2.59	3.00	4.50	4.00

Land Grant College Program (H.B. Sec. 5.465)

Land grants are intended for the colleges of agriculture and mechanical arts eligible for federal funding support as provided by acts of Congress in 1899 and 1907. In accordance with Section 172.730 RSMo, distribution of the grant is made in the following manner: 1/16 of total to Lincoln University; 1/4 of total to the University of Missouri - Rolla; and the balance to the University of Missouri - Columbia.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate possible additional funding.

Children's Trust Fund Board (H.B. Sec. 5.470)

Recognizing the need for preventive community-based programs relating to child abuse, pre-natal care, family stress, and delinquency of minors, the children's trust fund and children's trust fund board were established. This appropriation will pay the administrative cost of staff, the expenses of the Board, and promotional efforts. Further, the remaining proceeds of the fund will be distributed as directed by the Board for programs aimed at benefiting the children of the state.

Fiscal Year 1990 Governor's Recommendations

o $182,500 in children's trust fund and one staff for program expansion.
o $5,942 in children's trust fund for pay plan.
o ($1,080) core reduction from the Fiscal Year 1989 appropriation level.

Children's Services Commission (H.B. Sec. 5.475)

The children's services commission fund was established to receive grants, gifts, bequests, and federal grants to support the activities of the Children's Services Commission in accordance with Sections 210.101 through 210.103 RSMo.

Fiscal Year 1990 Governor's Recommendations

o $594 children's services commission fund for pay plan.

Special Election Costs (H.B. Secs. 5.480 and 5.482)

Section 115.077 RSMo requires the state and political subdivisions submitting questions or candidates in a special election to deposit their proportional share of the costs with the election authority not later than the third Tuesday prior to the election. This appropriation allows the state to comply with the law by prepaying its share of the estimated expenses of a special election. Due to the uncertainty of whether a special election will be called, or the state's cost of such election, it is recommended this appropriation be made on an open-ended basis. Should a special election be called, expenditures made from this appropriation will be transferred to the state election subsidy fund for disbursement.

Fiscal Year 1990 Governor's Recommendations

Continue funding at current level on an open-ended basis to accommodate possible additional funding.

School District Trust Fund Transfer (H.B. Sec. 5.485)

An act proposed by initiative petition and submitted as Proposition C was approved by the voters of Missouri at the general election held November 2, 1983. In its First Regular Session, the 82nd General Assembly passed HB 310. This legislation, aimed at adjusting and clarifying this law, provided for a collection fee to help defray the costs of administering the Proposition C tax. Section 144.701 RSMo states, in part, "...The state collection fee shall not exceed two and one-half million dollars or one percent of the amount deposited in the fund, whichever is less. The fee shall be negotiated annually through the appropriation process...."

Fiscal Year 1990 Governor's Recommendations

Continue funding at current level.

Elected Officials Transition (H.B. Sec. 5.490)

Sections 26.215-26.225, 27.090, and 30.500 RSMo provide for funding of transition costs of statewide elected officials.

Fiscal Year 1990 Governor's Recommendations

o ($135,000) core reduction from the Fiscal Year 1989 appropriation level.

Blind Pension Fund Transfer (H.B. Secs. 5.495 and 5.497)

In order to meet obligations of the blind pension fund during periods of strained cash flow, general revenue is transferred into the fund. As the other sources of revenue become available to the blind pension fund, a transfer is made from the fund to general revenue.

Fiscal Year 1990 Governor's Recommendations

o ($1,100,000) core reduction of blind pension fund from the Fiscal Year 1989 appropriation level.
o ($1,100,000) core reduction of general revenue from the Fiscal Year 1989 appropriation level.

JUDICIARY

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Supreme Court	$ 2,730,846	$ 2,886,229	$ 3,142,990	$ 2,980,527
Office of State Courts Administrator	2,260,652	2,404,840	2,577,914	2,402,910
Courts of Appeal	5,890,245	6,163,224	6,503,684	6,484,268
Circuit Courts	52,031,728	53,874,191	58,143,458	57,500,347
Commission on Retirement, Removal and Discipline of Judges	57,531	86,743	99,580	87,999
Judicial Commissions	8,867	5,000	6,200	6,200
TOTAL	$ 62,979,869	$ 65,420,227	$ 70,473,826	$ 69,462,251
General Revenue Fund	62,876,769	65,249,507	70,302,092	69,290,010
Federal Funds	33,125	100,720	101,734	102,241
Supreme Court Publications Revolving Fund	69,975	70,000	70,000	70,000
Full-time equivalent employees	2,288.83	2,342.72	2,479.97	2,370.22

POLICY SUMMARY

The Governor recommends a total increase of $4,283,024 for the Judiciary for Fiscal Year 1990. Nearly $3.6 million of the increase funds pay plan for the workforce.

Circuit Courts

The Governor recommends $316,980 for 30 additional clerks for nine months to enable the Circuit Courts to meet increased workload responsibilities resulting from recently enacted legislation, child support enforcement, and increases in filings of criminal, domestic and civil cases. Caseloads in the circuit courts have increased dramatically since 1982 when the state became responsible for the salaries of deputy and division clerks: felony cases are up 54 percent; misdemeanor cases are up 120 percent; and civil and domestic relations cases are up 26 percent.

The Governor also recommends $62,640 for staff in the Circuit Courts in Jackson and St. Louis counties to aid in the supervision and administration of the municipal courts. Increasing demands and time constraints imposed by judicial requirements and administrative responsibilities have overburdened the offices of the presiding judges in these circuits. This recommendation will provide staff to assist in reviewing and assessing current procedures, training, implementation of legislation, and budget matters.

Office of State Courts Administrator

The Governor recommends $72,844 for three additional staff in the Office of State Courts Administrator. Two programmer analysts will continue development and implementation of a nearly completed criminal case management system, as well as a civil case management system for use on the automated systems installed in the circuit and associate circuit courts. These positions are currently funded from federal funds which expire in September 1989.

Also included in this recommendation is a transcriber to provide timely prepared transcripts on cases where the record was captured via electronic recording. Recent data reflects a 325 percent increase in transcript pages since 1980, the first year this service was offered.

Supreme Court and District Appellate Courts

The Governor recommends $144,238 for increasing expenses in the Supreme Court and the three District Appellate Courts. This increase will provide funds for maintenance of the courts' libraries, increased travel and automation expenses, as well as increased rent and ongoing operational expenses.

SUPREME COURT

The Supreme Court hears appeals in several categories of legal cases, handles original proceedings concerning extraordinary remedies, and exercises control over courts. The Court discharges these duties by hearing oral arguments and interpreting and applying pertinent laws in order to decide cases on appeal. Lower courts are supervised through the promulgation and revision of rules. The Court also licenses and disciplines attorneys of the state bar.

Fiscal Year 1990 Governor's Recommendations

o $32,000 for office automation.
o $16,242 for maintenance of the court's library.
o $35,000 for upgrading the Supreme Court facility.
o $77,056 for pay plan.
o ($66,000) in core reductions for one-time vehicle and equipment purchase.

H.B. Sec. 6.010, 6.015, 6.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Appeals, Writs, Transfer Applications Filed	1,074	1,080	1,175
Appeals, Writs, Transfer Applications Disposed	852	1,095	1,175
Bar Exams Given	1,011	1,075	1,150
Other Motions Filed	738	740	775
PERSONAL SERVICE			
General Revenue Fund	$ 1,951,529	$ 2,061,620	$ 2,138,676
EXPENSE AND EQUIPMENT			
General Revenue Fund	709,342	754,609	771,851
Supreme Court Publications Revolving Fund	69,975	70,000	70,000
TOTAL	$ 2,730,846	$ 2,886,229	$ 2,980,527
General Revenue Fund	2,660,871	2,816,229	2,910,527
Supreme Court Publications Revolving Fund	69,975	70,000	70,000
Full-time equivalent employees	70.23	76.32	76.32

OFFICE OF STATE COURTS ADMINISTRATOR

The State Courts Administrator's office develops and implements modern management techniques in the Missouri state court system. Greater court system efficiencies are produced by examining the administrative methods of lower courts and making recommendations for improvements, by evaluating the status of the dockets of these courts to determine where assistance is needed, by handling administrative details involved in judicial transfers, and by compiling statistical data to illustrate problems in the judicial system and suggesting appropriate solutions. Projects in progress within this office include implementation of a modern record-keeping system for circuit courts, preparation of the annual Judicial Conference Report containing workload and other data concerning the courts, and development of a statewide computerized judicial information system.

Fiscal Year 1990 Governor's Recommendations

- $51,864 for two staff to establish and implement an automated system of caseload management for the circuit courts.
- $20,980 for a transcriber to prepare case transcripts where the record was captured via electronic recording.
- $17,400 for computer maintenance.
- $82,826 for pay plan.
- ($175,000) core reduction for one-time equipment purchase.

H.B. Sec. 6.030, 6.035	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Transcripts - Original Pages Prepared	51,973	58,000	62,000
Transcript Sales Revenue	$78,333	$87,720	$93,769
Salary and Other Payments Processed	37,600	39,000	40,600
Judicial Transfers	1,247	1,400	1,480
PERSONAL SERVICE			
General Revenue Fund	$ 1,286,887	$ 1,372,894	$ 1,521,243
Federal Funds	19,763	50,720	52,241
EXPENSE AND EQUIPMENT			
General Revenue Fund	940,640	931,226	779,426
Federal Funds	13,362	50,000	50,000
TOTAL	$ 2,260,652	$ 2,404,840	$ 2,402,910
General Revenue Fund	2,227,527	2,304,120	2,300,669
Federal Funds	33,125	100,720	102,241
Full-time equivalent employees	56.67	61.25	64.25

COURTS OF APPEAL

The Missouri Courts of Appeal are constitutionally and statutorily authorized courts charged with hearing and deciding original remedial writs and appeals from all the counties in the state. The courts consist of 11 appeals judges in the Western District, 14 appeals judges in the Eastern District, and 7 appeals judges in the Southern District.

Fiscal Year 1990 Governor's Recommendations

- $60,996 for maintenance of the courts' libraries, increased travel, rent, and ongoing operational expenses.
- $260,048 for pay plan.

H.B. Sec. 6.040, 6.050, 6.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Western District			
Writs and Appeals Filed	1,104	1,125	1,175
Opinions Issued	549	580	585
Average Time on Appeal	10 mos.	9 mos.	8 mos.
Eastern District			
Writs and Appeals Filed	1,628	1,708	1,790
Opinions Issued	1,010	1,083	1,171
Average Time on Appeal	11 mos.	10 mos.	10 mos.
Southern District			
Writs and Appeals Filed	515	550	588
Opinions Issued	313	335	359
Average Time on Appeal	10-12 mos.	10-12 mos.	10-12 mos.
Western District	$ 1,967,206	$ 2,056,079	$ 2,175,994
Eastern District	2,643,933	2,768,500	2,914,773
Southern District	1,279,106	1,338,645	1,393,501
TOTAL	$ 5,890,245	$ 6,163,224	$ 6,484,268
Personal Service	4,943,702	5,152,838	5,412,886
Expense and Equipment	946,543	1,010,386	1,071,382
TOTAL			
General Revenue Fund	$ 5,890,245	$ 6,163,224	$ 6,484,268
Full-time equivalent employees	149.40	154.55	154.55

CIRCUIT COURTS

Circuit courts are established by Article V, Section 15 of the Constitution of Missouri. The boundaries, circuit number, and inclusive counties of the 44 circuits are established by Chapter 478 RSMo. The circuit court is the exclusive trial court in Missouri. It is comprised of circuit judges, associate circuit judges, and municipal judges. Municipalities under 400,000 population may, and those over 400,000 must, make provision for judges to hear municipal ordinance violations. If such provision is not made, municipalities will file such cases before an associate circuit judge.

Fiscal Year 1990 Governor's Recommendations

- o $316,980 for 30 additional clerks for nine months to manage workload increases resulting from legislation, child support enforcement, and increased filings of criminal, civil, and domestic cases.
- o $62,640 for two staff to assist the presiding judges in St. Louis and Jackson counties in the supervision and administration of the municipal courts.
- o $3,246,536 for pay plan.

H.B. Sec. 6.070, 6.080, 6.090	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Case Filings	864,493	910,960	946,162
Case Dispositions	810,370	814,000	818,000
Child Support Open Accounts	160,012	176,892	195,417
Circuit Personnel	$ 51,750,075	$ 53,561,691	$ 57,187,847
Contingency Monies	36,677	67,500	67,500
Court Reporters' Expenses	244,976	245,000	245,000
TOTAL	$ 52,031,728	$ 53,874,191	$ 57,500,347
Personal Service	51,479,689	53,267,441	56,893,597
Expense and Equipment	552,039	606,750	606,750
TOTAL			
General Revenue Fund	$ 52,031,728	$ 53,874,191	$ 57,500,347
Full-time equivalent employees	2,011.28	2,049.10	2,073.60

COMMISSION ON RETIREMENT, REMOVAL AND DISCIPLINE OF JUDGES

The Commission on Retirement, Removal, and Discipline of Judges, authorized in Article V, Section 27 of the Missouri Constitution, receives and investigates all requests and suggestions concerning retirement for disability and all complaints concerning misconduct of judges, members of the judicial commissions, and members of this Commission. The Commission is composed of two citizens who are not members of the bar and who are appointed by the Governor; two lawyers appointed by the governing body of the Missouri Bar; one judge of the Courts of Appeal selected by a majority of the judges of the Courts of Appeal; and one judge of the circuit courts selected by a majority of the circuit judges of this state.

Fiscal Year 1990 Governor's Recommendations

- $1,256 for pay plan.

H.B. Sec. 6.100	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Complaints Filed	129	130	130
Formal Hearings	2	2	2
Advisory Opinions	1	5	5
Personal Service	$ 37,439	$ 41,850	$ 43,106
Expense and Equipment	20,092	44,893	44,893
TOTAL General Revenue Fund	$ 57,531	$ 86,743	$ 87,999
Full-time equivalent employees	1.25	1.50	1.50

JUDICIAL COMMISSIONS

The Appellate Judicial Commission consists of a judge of the Supreme Court, one member of the bar from each appeals district, and one citizen not a member of the bar from each appeals district. The Commission considers vacancies in the office of judge of the Supreme Court or the courts of appeal. The Circuit Judicial Commission consists of the chief judge of the courts of appeal over the district, two members of the bar residing in the judicial circuit, and two citizens not members of the bar residing in the circuit. This Commission considers vacancies in the office of circuit judge or associate circuit judge in those districts subject to nonpartisan selection of judges.

Fiscal Year 1990 Governor's Recommendations

- $1,200 for election expenses for a vacancy seat on the Commission to be filled by a lawyer member from the Southern Appellate District.

H.B. Sec. 6.110	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Panels Recommended to the Governor	2	3	4
General Revenue Fund	$ 8,867	$ 5,000	$ 6,200

OFFICE OF STATE PUBLIC DEFENDER

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Director's Office	$ 385,311	$ 388,583	$ 715,537	$ 676,574
Local Defender Offices/Contract Legal Counsel	7,371,473	7,513,773	14,651,274	11,050,591
Legal Defense and Defender Fund	99,825	100,000	150,000	500,000
Homicide/Conflict of Interest Cases	0	85,000	1,585,000	279,141
TOTAL	$ 7,856,609	$ 8,087,356	$ 17,101,811	$ 12,506,306
General Revenue Fund	7,756,784	7,987,356	16,951,811	12,006,306
Legal Defense and Defender Fund	99,825	100,000	150,000	500,000
Full-time equivalent employees	228.89	241.00	383.73	371.25

POLICY SUMMARY

The Office of State Public Defender was established in 1982 as an independent department in the Judicial Branch of Government. The responsibilities of the office have changed markedly since that time. The caseload has grown from 26,667 in Fiscal Year 1981 to a projected 49,866 in Fiscal Year 1990, an 87 percent increase. In addition, homicide cases have become a major workload of the office as the number of death penalty cases continues to increase. New rule changes instituted by the Missouri Supreme Court have caused a substantial increase in post conviction appeals. The number of conflict of interest cases has also increased.

The increasing demands on the Public Defender system have been reflected in the need for supplemental appropriations. In Fiscal Year 1988, $294,667 in supplemental funding was provided for the Public Defender system. For Fiscal Year 1989, the Governor recommends $1,221,535 in supplemental appropriations to meet the extraordinary expenses incurred in the defense of capital cases and the increase in appellate cases resulting from a change in the post conviction rules.

The Governor's plan to address the existing problems of the Public Defender system provides for a major revision in the way those services are delivered throughout the state. For Fiscal Year 1990, the Governor recommends $12,506,306, a 55 percent increase over Fiscal Year 1989, including additional general revenue of $4,045,912 to enable the Public Defender System to move toward greater effectiveness in the delivery of legal services.

Regionalization of the Public Defender System

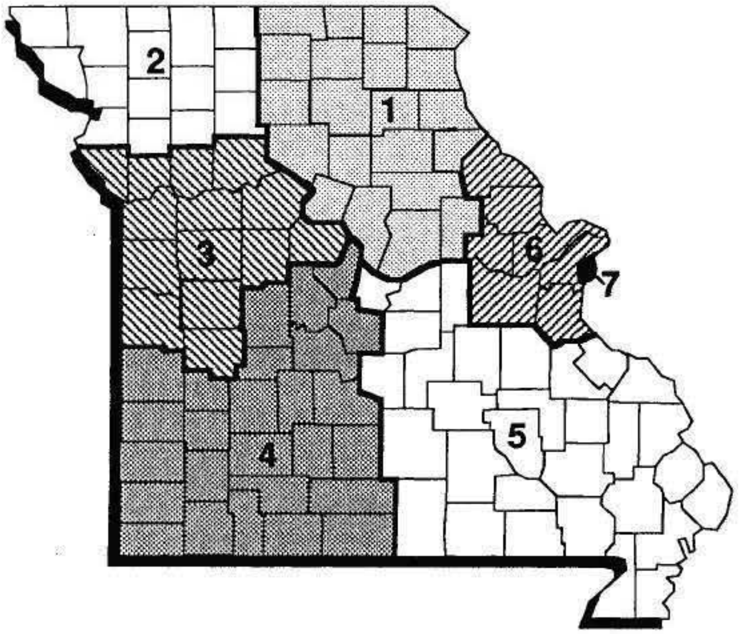
The Governor recommends $11,050,591 general revenue for local public defender offices, an increase of $3,563,780. This increased funding, coupled with the Governor's recommended Fiscal Year 1989 supplemental appropriation, will complete implementation of a regional plan for delivery of legal services to the indigent. At present, there are 19 public defender offices across the state serving 59 counties and the City of St. Louis. The remaining 55 counties are served through contract counsel with private attorneys.

The Governor's plan calls for the state to be divided into seven regions with a total of 30 district offices and will be phased in during Fiscal Years 1989 and 1990. By the end of the Fiscal Year 1990, all areas of the state will be served by a state public defender office. Contract counsel will be eliminated except for cases where there may be a conflict of interest.

POLICY SUMMARY (Continued)

The recommendation includes seven regional defenders who will be administratively responsible for all public defender activities within the seven geographic regions shown on the accompanying map. In addition, 61 additional public defenders and support staff will be placed in the 11 new offices that will be established during Fiscal Year 1990. The Governor's recommendation provides a total of 211.5 public defenders to handle the estimated 49,647 cases expected during Fiscal Year 1990. The recommendation also provides a death penalty representation team composed of 18 public defenders and support staff for the estimated 219 capital murder cases expected during Fiscal Year 1990.

PUBLIC DEFENDER REGIONS



Extraordinary Litigation Expenses

The Governor recommends a total of $779,141, an increase of $194,141 general revenue and $400,000 in legal defense and defender funding for litigation expenses. The additional legal defense and defender funds are provided by the Governor's recommendation for more aggressive collection of legal fees from clients who are able to pay a portion of the costs of legal representation. This funding will provide contract counsel fees for cases where private attorneys must handle conflicts of interest. The funding will also provide for extraordinary expenses incurred in the defense of homicide cases, such as expert witnesses, deposition, travel, and expenses arising from changes of venue. It is estimated that during Fiscal Year 1990, more than 300 homicide cases, including 219 capital murder cases, will be assigned to the public defender system. In addition, it is estimated that over 1,000 conflict of interest cases will arise and assignment to contract counsel will be necessary.

Director's Office for the State Public Defender System

The Governor recommends $676,574 for the Director's Office of the State Public Defender, an increase of $287,991 over Fiscal Year 1989 funding. The increased funding will provide 10.5 staff to effectively and efficiently manage the legal and administrative responsibilities of the reorganized public defender system. Included in this recommendation is a recoupment specialist to help ensure that clients of the Public Defender system will defray as much of the cost of state funded legal services as possible.

DIRECTOR'S OFFICE

The Sixth Amendment of the U.S. Constitution assures that no one accused of a crime shall face trial without counsel because the defendant is unable to pay for legal assistance. The State Public Defender System is established in Chapter 600 RSMo as a "system for providing defense services to every jurisdiction within the state by means of a centrally administered organization having a full-time staff."

The function of the director's office is to provide management staff to the Public Defender Commission and a central management unit to ensure delivery of legal defense services to the poor on a statewide basis. The State Public Defender is responsible to the Public Defender Commission for operation of the system. The primary responsibilities of the office include: centralized administration and coordination, planning functions, fiscal processing, personnel functions, case monitoring and data collection on caseload assignments and training.

Fiscal Year 1990 Governor's Recommendations

- o $267,983 for 10.5 staff to assist the regional and district offices in providing efficient delivery of legal services.
- o $20,008 for pay plan.

H.B. Sec. 6.200	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 251,764	$ 254,962	$ 476,828
Expense and Equipment	133,547	133,621	199,746
TOTAL			
General Revenue Fund	$ 385,311	$ 388,583	$ 676,574
Full-time equivalent employees	7.65	8.50	19.00

LOCAL DEFENDER OFFICES/CONTRACT LEGAL COUNSEL

The State Public Defender System fulfills the constitutional guarantee of legal counsel to persons accused of criminal offenses in Missouri's 44 judicial circuits (embracing 114 counties and the City of St. Louis). During Fiscal Year 1990 the Governor recommends a reorganization of the State Public Defender System into seven regions containing 30 district offices. A total of 236.5 attorneys will provide legal services to indigent clients.

Fiscal Year 1990 Governor's Recommendations

- o $3,764,219 for implementation of a regional plan for delivery of legal services.
- o $236,561 for pay plan
- o ($26,962) core reduction for one-time equipment purchases.
- o ($437,000) core reduction for six months contract counsel that will no longer be needed under the regional plan.

H.B. Sec. 6.210	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Cases Assigned	43,730	46,764	49,866
Cases Disposed	42,025	44,940	48,619
Disposed to Assigned Ratio	.961	.961	.975
Personal Service	$ 5,468,081	$ 5,842,196	$ 8,865,116
Expense and Equipment	1,903,392	1,671,577	2,185,475
TOTAL			
General Revenue Fund	$ 7,371,473	$ 7,513,773*	$ 11,050,591
Full-time equivalent employees	221.24	232.50	352.25

* Does not include $1,021,535 recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations to provide for beginning implementation of the regional plan and for extraordinary litigation expenses.

LEGAL DEFENSE AND DEFENDER FUND

Section 600.090 RSMo provides for the legal defense and defender fund for deposit of fees collected from public defender clients. Collections will be used for expert witness fees, the cost of depositions, travel expenses incurred by witnesses in case preparation and trial, expenses incurred for changes of venue, and for other lawful expenses as authorized by the Public Defender Commission.

Fiscal Year 1990 Governor's Recommendations

o $400,000 for litigation expenses as authorized by the Public Defender Commission.

H.B. Sec. 6.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Expense and Equipment	$ 99,825	$ 100,000	$ 500,000
TOTAL			
Legal Defense and Defender Fund	$ 99,825	$ 100,000*	$ 500,000

* Does not include $200,000 recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations for extraordinary litigation expenses incurred during Fiscal Year 1989.

HOMICIDE/CONFLICT OF INTEREST CASES

A separate appropriation was established in Fiscal Year 1989 to provide funds for contract counsel fees in cases where private attorneys must handle conflicts of interest. The funding will also provide for extraordinary expenses incurred in the defense of homicide cases.

Fiscal Year 1990 Governor's Recommendations

o $194,141 for expenses incurred in conflict of interest and homicide cases.

H.B. Sec. 6.230	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Expense and Equipment	$ 0	$ 85,000	$ 279,141
TOTAL			
General Revenue Fund	$ 0	$ 85,000	$ 279,141

DEPARTMENT OF AGRICULTURE

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of the Director	$ 326,233	$ 323,197	$ 362,866	$ 342,049
Division of Administrative Services	6,622,984	7,172,211	8,060,292	7,314,651
Division of Market Development	1,619,947	1,879,353	2,358,237	1,982,901
Division of Animal Health	2,923,329	3,296,825	4,034,880	3,532,915
Division of Grain Inspection and Warehousing	2,342,803	3,454,675	3,761,818	3,669,110
Division of Plant Industries	1,303,606	1,470,264	1,915,947	1,755,605
Division of Weights and Measures	1,590,043	2,376,495	2,246,059	2,050,412
Missouri State Fair	2,109,457	2,857,987	3,099,580	2,911,974
State Milk Board	1,575,375	1,600,432	2,053,974	1,901,368
DEPARTMENTAL TOTAL	$ 20,413,777	$ 24,431,439	$ 27,893,653	$ 25,460,985
General Revenue Fund	8,585,959	9,661,356	12,733,563	10,351,445
Federal Funds	219,376	534,663	596,322	562,611
Commodity Council Merchandising Fund	5,913,104	6,365,982	6,371,300	6,369,711
State Fair Fees Fund	1,417,008	1,806,878	2,031,692	2,026,405
Apple Merchandising Fund	6,612	12,000	12,000	12,000
Livestock Dealer Fund	0	0	2,500	2,500
Highway Department Fund	516,401	0	0	0
Milk Inspection Fees Fund	1,473,287	1,483,021	1,742,135	1,740,264
Grain Inspection Fee Fund	1,635,517	2,653,357	2,867,678	2,872,803
Inspection and Grading Fee Fund	0	8,000	8,000	8,000
Petroleum Inspection Fund	0	1,365,867	944,442	932,001
Marketing Development Fund	470,318	342,368	342,368	342,368
Agriculture Bond Trustee Fund	0	1	1	1
Agriculture Development Fund	169,386	187,946	231,652	230,876
State Fair Trust Fund	6,809	10,000	10,000	10,000
Full-time equivalent employees	374.68	460.70	490.20	471.58

POLICY SUMMARY

Although the past few years have been difficult for farmers and rural communities and this past summer's drought has been stressful, hard work and creative approaches to problem solving have enabled many Missouri farmers and communities to succeed. Net profits for Missouri farm operators were high in 1987 and many farmers took advantage of the opportunity to pay off their debts at an unusually rapid rate.

The Governor formed the Missouri Task Force on Drought and Heat in June 1988 to address a broad range of issues, including agricultural issues. Task Force actions included: working to secure a federal drought declaration for Missouri; providing information to Missouri producers about federal disaster feed programs; proposing changes in the Conservation Reserve Enhancement Program (CRP); establishing a toll-free hay hotline; administering the federal CRP hay program in Missouri; easing restrictions for cutting hay along rural Missouri highways; and monitoring crop conditions and stockwater supplies.

MO FARMS Services, including its toll-free hotline and referral service, will continue to serve farmers this year and the Governor's Fiscal Year 1990 recommendations include $35,956 for an additional loan representative to inform Missouri farm families of loans and grants available through the Agriculture Development program.

Missouri producers will also continue to receive assistance from the Department of Agriculture in their efforts to secure and maintain a competitive edge in national and international marketing.

POLICY SUMMARY (Continued)

ANIMAL HEALTH

Livestock production is a very important portion of this state's agricultural economy. Missouri is the second leading state in beef cow production; six percent of the nation's turkeys are raised in Missouri; five percent of the U.S. hog operations are in this state; and Missouri is the tenth leading state in milk production. The Governor's recommendations for Fiscal Year 1990 include:

o $29,784 for laboratory technicians to continue the brucellosis eradication program.

o $126,870 to expand efforts to control swine pseudorabies. Pseudorabies is a viral disease that causes severe losses in suckling pigs.

o $50,200 for a poultry specialist to work with the poultry industry in developing a program to monitor and control infectious diseases that affect the production of turkeys, chickens and eggs.

o $38,000 for testing manufacturing grade milk for pesticide residues.

o $205,000 for equipment for testing grade A milk for animal drug and pesticide residues.

AGRIMISSOURI PROGRAM

The AgriMissouri Promotion Program experienced significant growth in Fiscal Year 1989. Missouri consumers are discovering that AgriMissouri means quality and freshness. Choosing food products from Missouri also gives an economic boost to farmers, processors and retailers, strengthens our state's agriculture industry and expands job opportunities throughout the state. More than 75 companies and producers are using the AgriMissouri logo and over 100 companies will soon be listed in the AgriMissouri Food Buyers Guide. Wholesale and retail grocers are showing enthusiasm for the program with over 300 promoting AgriMissouri products. The Governor recommends an additional $30,000 for AgriMissouri promotion efforts, bringing the total budget for this program up to $250,000.

GRAIN QUALITY AND FINANCIAL SECURITY OF GRAIN ELEVATORS

The Missouri Department of Agriculture's Grain Inspection Services program provides, upon request, inspection of grain moving into, out of and through Missouri. Missouri's producers rely on this impartial third-party analysis of grain to determine the quality and quantity of grain shipments. The Governor's Fiscal Year 1990 recommendation includes $90,000 for new equipment to perform tests to determine wheat quality.

To ensure that Missouri farmers are able to deal in confidence with Missouri grain businesses, staff of the Grain Regulatory Services program regularly examine the financial status of grain businesses. The Governor recommends $20,100 for automated auditing equipment to increase the accuracy and timeliness of those audits.

PESTICIDE SAFETY

The Second Regular Session of the 84th General Assembly passed HB 1384 which amended the Missouri Pesticide Use Act to protect the public from irresponsible use of pesticides. The law requires training and certification of pesticide applicators and maintenance of records on the commercial use of any pesticide. The Governor recommends $168,377 for implementation of HB 1384 and $32,722 to develop a state plan for protection of farm workers, endangered species and groundwater from pesticide contamination.

POLICY SUMMARY (Continued)

PROTECTION FOR MISSOURI CONSUMERS

Approximately 3.1 billion gallons of motor fuels were consumed in Missouri in 1987. Staff of the Division of Weights and Measures work to ensure that Missourians are provided with accurate measures and value of gasoline and other fuels. The Governor's recommendations for Fiscal Year 1990 include $168,226 for new equipment and staff to test octane, vapor pressure and lead content of gasoline and $30,173 to assume the gasoline pump inspection program in Kansas City starting in July 1989.

STATE FAIR

An increase in off-season use of the state fairgrounds for events such as horse racing, camper rallies and livestock shows is generating additional revenues for the fair. To cover the increased utility and maintenance costs associated with these events the Governor recommends $250,000 for Fiscal Year 1990. The Governor also recommends $5,606 for automating the state fair entry process and $17,352 for an additional maintenance worker for the new exhibition center. Included in the Governor's recommendations for the Department of Economic Development is $35,000 for advertising for the state fair.

OFFICE OF THE DIRECTOR

The Office of the Director makes policy decisions on agricultural issues, sets the department's goals and priorities and coordinates activities of the various divisions to achieve those goals. In addition to fulfilling the statutory responsibilities vested with the department, the Director of Agriculture and his office strive to have a positive influence on state and national issues which affect Missouri farmers and agribusinesses.

The Office of the Director includes the Executive Secretary of the Agriculture and Small Business Development Authority. The seven-member authority is empowered under Chapter 348 RSMo to issue bonds to make loans to beginning farmers and small businessmen at below-market interest rates.

Fiscal Year 1990 Governor's Recommendations

- o $3,000 transferred from the Division of Administrative Services for travel expenses and membership dues in national agricultural organizations.
- o $14,134 for pay plan.

H.B. Sec. 7.005	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Annual Agriculture Conference Attendance	877	984	1,000
Personal Service	$ 245,951	$ 255,447	$ 269,581
Expense and Equipment	80,282	67,760	70,750
TOTAL			
General Revenue Fund	$ 326,233	$ 323,197	$ 340,331
Full-time equivalent employees	7.72	8.00	8.00

DIVISION OF ADMINISTRATIVE SERVICES

The Division of Administrative Services provides centralized administrative support services throughout the department. The division manages and coordinates the fiscal, support, personnel, information, data processing and statistical functions of the department. The commodity council merchandising and apple merchandising funds are also administered by the division pursuant to Chapters 275 and 276 RSMo.

Fiscal Year 1990 Governor's Recommendations

- $151,500 federal and other funds for the purchase of replacement vehicles.
- $106,438 for a four year lease-purchase of a central computer and installation expenses.
- $41,154 for pay plan, including $37,425 general revenue.
- ($3,000) transferred to the Office of the Director.
- ($15,852) and one position in core reductions from the Fiscal Year 1989 appropriation level.
- ($137,800) in core reductions of federal and other funds for one-time vehicle purchases.

7.010, 7.015, H.B. Sec. 7.020, 7.030, 7.035	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Administrative Programs	$ 638,814	$ 718,411	$ 847,151
Commodity Council Merchandising Fund	5,866,686	6,300,000E	6,300,000E
Apple Merchandising Fund	6,612	12,000E	12,000E
Refunds	2,719	4,000E	4,000E
Replacement Vehicles	108,153	137,800	151,500
DIVISIONAL TOTAL	$ 6,622,984	$ 7,172,211	$ 7,314,651
PERSONAL SERVICE			
General Revenue Fund	491,300	533,337	557,910
Commodity Council Merchandising Fund	36,982	50,982	54,711
EXPENSE AND EQUIPMENT			
General Revenue Fund	172,296	119,092	219,530
Federal Funds	19,318	19,800	30,300
Commodity Council Merchandising Fund	9,436	15,000	15,000
State Fair Fees Fund	0	19,000	21,400
Grain Inspection Fee Fund	9,500	0	53,500
Petroleum Inspection Fund	0	90,000	36,400
Agriculture Development Fund	8,135	9,000	9,900
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	2,719	4,000E	4,000E
Commodity Council Merchandising Fund	5,866,686	6,300,000E	6,300,000E
Apple Merchandising Fund	6,612	12,000E	12,000E
TOTAL	$ 6,622,984	$ 7,172,211	$ 7,314,651
General Revenue Fund	666,315	656,429	781,440
Federal Funds	19,318	19,800	30,300
Commodity Council Merchandising Fund	5,913,104	6,365,982	6,369,711
State Fair Fees Fund	0	19,000	21,400
Apple Merchandising Fund	6,612	12,000	12,000
Grain Inspection Fee Fund	9,500	0	53,500
Petroleum Inspection Fund	0	90,000	36,400
Agriculture Development Fund	8,135	9,000	9,900
Full-time equivalent employees	26.25	29.50	28.50

DIVISION OF MARKET DEVELOPMENT

The Division of Market Development operates the domestic marketing program, the international marketing program, the wine and grape program and the agriculture development program.

The domestic marketing program assists Missouri's commodity groups in promoting Missouri agricultural products and promotes direct marketing of products. Factual, up-to-date market information is compiled by the division. The livestock grading section serves feeder pig producers in Missouri.

The division's international marketing program works to increase the overseas awareness of Missouri agricultural products and assists Missouri producers and exporters with the details of international trade. Division staff share trade leads, publish an export trade directory and operate the Missouri agricultural trade promotion office in Singapore.

The wine and grape marketing program promotes grapes, juice and wine produced in Missouri using marketing development funds paid by Missouri grape and wine producers under Section 311.554 RSMo.

The agriculture development program administers the assets acquired by the State of Missouri from the federal Rural Rehabilitation Corporation in 1957. These funds are used for a wide range of programs, including: student loans and scholarships; guarantees and interest rebates on FFA and 4-H loans; grants to FFA chapters and 4-H clubs; financial counseling and management assistance through MO FARMS; and horticulture loans. The Department of Agriculture administers the program while the appropriation for the investment and disbursement of the funds is in the budget of the Chief Executive.

Fiscal Year 1990 Governor's Recommendations

- o $35,956 agriculture development funds for one additional staff in the agriculture development program.
- o $30,000 for the AgriMissouri marketing program, bringing the total funding for this program to $250,000.
- o $55,384 for pay plan, including $41,661 general revenue.
- o ($13,959) in core reductions from the Fiscal Year 1989 appropriation level.
- o ($3,833) in core reductions of agriculture development funds for a one-time equipment purchase.

H.B. Sec. 7.040, 7.045, 7.050	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Domestic and International Marketing Programs	$ 988,378	$ 1,358,039	$ 1,419,557
Wine and Grape Marketing Program	470,318	342,368E	342,368E
Agriculture Development Program	161,251	178,946	220,976
DIVISIONAL TOTAL	$ 1,619,947	$ 1,879,353	$ 1,982,901
PERSONAL SERVICE			
General Revenue Fund	518,669	572,881	614,542
Federal Funds	9,582	54,519	58,335
Agriculture Development Fund	127,827	132,363	162,226
EXPENSE AND EQUIPMENT			
General Revenue Fund	442,459	579,199	345,240
Federal Funds	17,668	151,440	151,440
Agriculture Development Fund	33,424	46,583	58,750
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	0	250,000
Marketing Development Fund	470,318	342,368E	342,368E
TOTAL	$ 1,619,947	$ 1,879,353	$ 1,982,901
General Revenue Fund	961,128	1,152,080	1,209,782
Federal Funds	27,250	205,959	209,775
Marketing Development Fund	470,318	342,368	342,368
Agriculture Development Fund	161,251	178,946	220,976
Full-time equivalent employees	32.55	34.95	35.95

DIVISION OF ANIMAL HEALTH

The Division of Animal Health implements regulations and programs to protect Missouri's livestock, poultry and other domestic animals from dangerous, infectious or contagious diseases. This includes enforcement of regulations as required under Section 267.230 RSMo, which gives the Director of Agriculture the authority to designate certain employees to intercept, stop or detain for official inspection any vehicle carrying livestock in the state. Through control and elimination of diseases and diseased animals, the division enables Missouri's livestock and poultry to remain eligible for interstate and international export marketing. Diagnostic laboratories are maintained in Jefferson City, Cameron and Springfield and additional professional services are contracted for with the University of Missouri-Columbia College of Veterinary Medicine.

Fiscal Year 1990 Governor's Recommendations

- o $126,870 for three staff and expense and equipment to expand testing of swine for pseudorabies.
- o $50,200 for a poultry specialist.
- o $19,661 for one clerical position and equipment to computerize brucellosis eartag information.
- o $5,000 federal funds for a cooperative survey effort with the federal USDA.
- o $2,500 livestock dealer funds to train livestock enforcement officers.
- o $120,485 for pay plan.
- o $29,784 for retaining two existing brucellosis laboratory technicians.
- o ($29,784) in core reductions of federal funds to reflect actual funding levels.
- o ($88,626) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.055, 7.060, 7.062, 7.065	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Cattle and Swine Tested for Brucellosis	1,139,796	1,125,921	1,103,043
Brucellosis Reactors Disclosed	8,338	7,272	6,411
Swine Tested for Pseudorabies	37,038	38,334	46,384
Turkeys Tested for Pulloram and PPLO	98,966	93,743	96,209
Interstate Livestock Shipments Approved	111,496	118,183	125,119
Administration	$ 2,113,006	$ 2,238,064	$ 2,537,230
Brucellosis Vaccine and Eartags	116,322	223,100	160,024
Laboratory Services	461,376	435,660	435,660
Indemnity Payments	232,625	400,000	400,000
Bond Trustee Fund	0	1E	1E
DIVISIONAL TOTAL	$ 2,923,329	$ 3,296,825	$ 3,532,915
PERSONAL SERVICE			
General Revenue Fund	1,363,047	1,444,877	1,685,291
Federal Funds	45,322	95,915	66,131
EXPENSE AND EQUIPMENT			
General Revenue Fund	704,637	697,272	778,308
Federal Funds	0	0	5,000E
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	810,323	1,058,760	995,684
Livestock Dealer Fund	0	0	2,500
Agriculture Bond Trustee Fund	0	1E	1E
TOTAL	$ 2,923,329	$ 3,296,825	$ 3,532,915
General Revenue Fund	2,878,007	3,200,909	3,459,283
Federal Funds	45,322	95,915	71,131
Livestock Dealer Fund	0	0	2,500
Agriculture Bond Trustee Fund	0	1	1
Full-time equivalent employees	77.04	83.00	88.00

DIVISION OF GRAIN INSPECTION AND WAREHOUSING

The Division of Grain Inspection and Warehousing performs two functions to assist Missouri grain farmers and agribusinesses. The grain regulatory services program enforces the provisions of the Grain Warehouse Law, Chapter 411 RSMo, and the Grain Dealers Law, Sections 276.401-276.581 RSMo, to ensure grain producers that licensed grain warehouses and grain dealers are reputable businesses in sound financial condition.

The grain inspection services program provides official inspection and weighing of grain upon request to assist both grain farmers and grain businesses in the marketing of Missouri's corn, soybean, wheat and other grain crops. The program covers all costs of operation by charging fees for services performed which are deposited in the grain inspection fee fund.

Fiscal Year 1990 Governor's Recommendations

o $90,000 grain inspection fee funds for equipment to test wheat quality.
o $11,061 grain inspection fee funds for increased rent at six laboratories throughout Missouri.
o $20,100 for automated audit equipment.
o $194,842 for pay plan, including $48,057 general revenue.
o ($19,668) and one position in core reductions from the Fiscal Year 1989 appropriation level.
o ($81,900) in core reductions of grain inspection fee fund for one-time equipment purchases.

H.B. Sec. 7.070	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Warehouse and Grain Dealer Audits Performed	693	930	1,145
Inspection Services	$ 1,626,017	$ 2,653,357	$ 2,819,303
Regulatory Services	716,786	801,318	849,807
DIVISIONAL TOTAL	$ 2,342,803	$ 3,454,675	$ 3,669,110
PERSONAL SERVICE			
General Revenue Fund	572,319	649,246	677,635
Grain Inspection Fee Fund	1,237,654	2,063,396	2,210,181
EXPENSE AND EQUIPMENT			
General Revenue Fund	144,467	152,072	172,172
Grain Inspection Fee Fund	332,208	339,961	359,122
PROGRAM SPECIFIC DISTRIBUTION			
Grain Inspection Fee Fund	56,155	250,000E	250,000E
TOTAL	$ 2,342,803	$ 3,454,675	$ 3,669,110
General Revenue Fund	716,786	801,318	849,807
Grain Inspection Fee Fund	1,626,017	2,653,357	2,819,303
Full-time equivalent employees	80.34	114.00	113.00

DIVISION OF PLANT INDUSTRIES

The Division of Plant Industries operates five programs providing a wide variety of services to Missouri agriculture. The feed and seed program performs sampling and laboratory analyses of crop seeds and commercial feeds to ensure that they meet requirements for accurate labeling. The pesticide control program promotes the safe use of pesticides by licensing private and commercial applicators, conducting field inspections and ensuring the proper registration of pesticides. The plant pest control program conducts inspections of nurseries, greenhouses and other plant products to prevent the introduction and dissemination of insect, disease and noxious weed pests which could be detrimental to plants and crops.

The forest resources and weed control program inspects treated wood products to ensure that minimum preservation standards are met and assists county weed control boards in the control and eradication of johnson grass, a noxious weed. The fresh fruit and vegetable inspection program performs shipping point and terminal market inspections of fresh produce to facilitate the sale of Missouri grown produce and ensure the quality of produce sold to consumers.

Fiscal Year 1990 Governor's Recommendations

- $168,377 for four and one-half staff and expense and equipment to implement HB 1384 passed by the Second Regular Session of the 84th General Assembly requiring training and certification of pesticide applicators.
- $32,722 federal funds for one employee to develop a state pesticide use plan.
- $10,000 for increased laboratory and office expenses.
- $2,000 to purchase Japanese beetle traps.
- $84,041 for pay plan, including $78,347 general revenue.
- ($11,799) representing 0.62 positions in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.075	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Commercial Feed Samples Analyzed	4,907	5,000	5,000
Japanese Beetle Trap Inspections	1,290	1,350	1,425
Treated Timber Inspections	1,232	1,246	1,246
Official Seed Samples Analyzed	2,346	2,500	2,700
Pesticide Dealers Licensed	1,290	1,350	1,425
Pesticide Labels Registered	9,265	9,500	9,500
PERSONAL SERVICE			
General Revenue Fund	$ 972,517	$ 1,053,590	$ 1,205,087
Federal Funds	62,682	81,347	111,425
EXPENSE AND EQUIPMENT			
General Revenue Fund	203,603	203,685	299,113
Federal Funds	64,804	131,642	139,980
TOTAL	$ 1,303,606	$ 1,470,264	$ 1,755,605
General Revenue Fund	1,176,120	1,257,275	1,504,200
Federal Funds	127,486	212,989	251,405
Full-time equivalent employees	50.29	57.00	61.88

DIVISION OF WEIGHTS AND MEASURES

The Division of Weights and Measures operates four programs and two laboratories to fulfill its goal of protecting consumers. The administration program processes all licenses, registrations and fees collected. The scale, milk and egg program inspects livestock market, grain elevator, highway vehicle and small retail scales to ensure their accuracy. In addition, milk sales practices are monitored and shell eggs are inspected. Staff in the petroleum/propane/anhydrous ammonia program protect motorists against inaccurate gasoline pumps and unsafe practices by the retailer; inspect public institutions, industry, mobile homes and LPG-converted vehicles to save lives and property from gas explosions; prove propane gas dispenser meters to prevent overcharges on fuel bills; and oversee anhydrous ammonia fertilizer installations.

The moisture meter program protects Missouri farmers against unjustified discounts on grain sales due to inaccurate moisture content values. The division's metrology laboratory certifies scale repair technicians; maintains all mass, volume and length standards used by industry; and certifies all weights and measures devices used by the program inspectors. The petroleum laboratory performs chemical analyses of gasoline, diesel fuel, heating oil and other fuels to ensure that quality specifications are met.

Fiscal Year 1990 Governor's Recommendations

- $148,226 petroleum inspection fee funds for laboratory equipment and one chemist to test octane, vapor pressure and lead content of motor fuels.
- $30,173 petroleum inspection fee funds to assume inspection of gasoline pumps in Kansas City.
- $20,000 petroleum inspection fee funds for shipping fuel samples to the laboratory for testing.
- $25,000 for lease and vehicle maintenance costs for large scale trucks.
- $15,384 for electronic scales to test weights of pre-packaged food items.
- $57,209 for pay plan, including $32,143 general revenue.
- ($18,344) in core reductions from the Fiscal Year 1989 appropriation level.
- ($603,731) petroleum inspection fee funds in core reductions for one-time equipment purchases.

H.B. Sec. 7.080	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Scales Inspected	20,769	20,800	20,800
Gasoline Pumps Inspected	71,846	72,000	78,000
Moisture Meters Tested	826	850	850
LP Gas Inspections	2,353	2,500	2,500
PERSONAL SERVICE			
General Revenue Fund	$ 833,205	$ 867,680	$ 884,423
Highway Department Fund	391,072	0	0
Petroleum Inspection Fund	0	516,218	580,793
EXPENSE AND EQUIPMENT			
General Revenue Fund	240,437	232,948	270,388
Highway Department Fund	125,329	0	0
Petroleum Inspection Fund	0	759,649	314,808
TOTAL	$ 1,590,043	$ 2,376,495	$ 2,050,412
General Revenue Fund	1,073,642	1,100,628	1,154,811
Highway Department Fund	516,401	0	0
Petroleum Inspection Fund	0	1,275,867	895,601
Full-time equivalent employees	71.11	76.00	77.00

MISSOURI STATE FAIR

The Missouri State Fair is held annually in August on the state fairgrounds in Sedalia. The fair provides a showcase for livestock, agricultural products, commercial exhibits and other displays. In addition, the fair offers a variety of entertainment and educational events. The fairgrounds are also available during the rest of the year for various types of exhibits, sales, meetings and entertainment.

The aid-to-fairs premium and building grants programs provide 50 percent reimbursement of "youth class" premiums to more than 135 participating fairs and matching grants to assist local fairs in maintaining and constructing fairground buildings.

Fiscal Year 1990 Governor's Recommendations

- $250,000 state fair fee funds for increased operating expenses associated with off-season special events.
- $17,352 for an additional maintenance worker at the exhibition center.
- $5,606 for equipment to automate state fair entries.
- $26,264 for pay plan, including $12,527 general revenue.
- ($245,235) in core reductions for one-time equipment purchases, including ($198,625) general revenue.

H.B. Sec. 7.085, 7.090, 7.100, 7.105	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
State Fair Administration	$ 1,898,224	$ 2,202,257	$ 2,434,427
State Fair Exhibition Center		395,730	217,547
Aid-To-Fairs Premiums	154,233	200,000	190,000
Aid-To-Fairs Building Grants	57,000	60,000	70,000
DIVISIONAL TOTAL	$ 2,109,457	$ 2,857,987	$ 2,911,974
PERSONAL SERVICE			
General Revenue Fund	197,420	249,848	279,727
State Fair Fees Fund	206,839	530,523	544,260
EXPENSE AND EQUIPMENT			
General Revenue Fund	276,987	550,261	357,242
State Fair Fees Fund	1,170,169	1,217,355	1,420,745
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	211,233	260,000	260,000
State Fair Fees Fund	40,000	40,000	40,000
State Fair Trust Fund	6,809	10,000E	10,000E
TOTAL	$ 2,109,457	$ 2,857,987	$ 2,911,974
General Revenue Fund	685,640	1,060,109	896,969
State Fair Fees Fund	1,417,008	1,787,878	2,005,005
State Fair Trust Fund	6,809	10,000	10,000
Full-time equivalent employees	23.38	52.25	53.25

STATE MILK BOARD

The State Milk Board oversees two programs to ensure that milk and milk products are safe for consumption. The State Milk Board contracts with four cities and one county to provide sanitary inspections of Grade A milk. An inspection fee of five cents per hundred pounds of Grade A milk is assessed and deposited in the milk inspection fees fund to cover all costs of the Grade A program. Approximately one-half of all Grade A milk is consumed as fluid milk with the remainder used for manufacturing purposes.

The State Milk Board is also responsible for the manufacturing grade milk sanitation program which enforces sanitation and quality standards for milk used only for manufacturing dairy products (such as cheese, butter and ice cream). This program is funded from general revenue because inspection fees have not been assessed on manufacturing milk producers.

Fiscal Year 1990 Governor's Recommendations

- $85,000 milk inspection fee funds for equipment to test milk for the animal drug sulfamethazine.
- $4,200 milk inspection fee funds for additional office space rental.
- $120,000 milk inspection fee funds for equipment to test milk for pesticides.
- $50,000 milk inspection fee funds for increases in laboratory contracting costs.
- $38,000 for testing manufacturing grade milk for pesticides.
- $9,136 for pay plan, including $5,396 general revenue.
- $600 for increased legal expenses, including $300 general revenue.
- ($6,000) in core reduction for a one-time equipment purchase.

H.B. Sec. 7.110	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 77,290	$ 82,368	$ 87,761
Milk Inspection Fees Fund	45,851	46,781	50,524
EXPENSE AND EQUIPMENT			
General Revenue Fund	24,798	27,043	27,343
Milk Inspection Fees Fund	1,427,436	36,240	239,740
Inspection and Grading Fee Fund	1,427,436	8,000	8,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	0	38,000
Milk Inspection Fees Fund	0	1,400,000	1,450,000
TOTAL	$ 1,575,375	$ 1,600,432	$ 1,901,368
General Revenue Fund	102,088	109,411	153,104
Milk Inspection Fees Fund	1,473,287	1,483,021	1,740,264
Inspection and Grading Fee Fund	0	8,000	8,000
Full-time equivalent employees	6.00	6.00	6.00

DEPARTMENT OF CONSERVATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration and Support Services	$ 19,624,678	$ 22,702,860	$ 23,252,595	$ 23,252,595
Division of Protection	6,928,904	7,154,656	7,266,200	7,266,200
Division of Wildlife	8,408,950	9,069,012	9,232,047	9,232,047
Division of Fisheries	6,980,647	7,439,565	7,487,090	7,487,090
Division of Forestry	6,167,266	10,110,005	10,090,113	10,090,113
DEPARTMENTAL TOTAL	$ 51,110,445	$ 56,476,098	$ 57,328,045	$ 57,328,045
Personal Service	31,568,554	34,248,702	34,996,699	34,996,699
Expense and Equipment	19,541,891	22,227,396	22,331,346	22,331,346
TOTAL				
Conservation Commission Fund	$ 51,110,445	$ 56,476,098	$ 57,328,045	$ 57,328,045
Full-time equivalent employees	1,404.98	1,611.00	1,617.00	1,617.00

POLICY SUMMARY

Twelve years ago Missouri voters approved a one-eighth of one percent sales tax to fund the Design for Conservation to be implemented by the Department of Conservation. Although the department is still continuing the planned land acquisition phase, fewer acres are being acquired. Emphasis is now shifting to managing land efficiently, increasing public services and conducting research into methods of protecting this state's natural heritage. To provide learning and recreational opportunities to all citizens the department has a goal of establishing several large nature interpretive centers around the state. Two centers are now in operation, one in Jackson County near Blue Springs and one in the Springfield area. These nature interpretive centers are tremendously popular, especially with school children. Each center receives from 50,000 to 100,000 visitors annually. For Fiscal Year 1990 the Governor recommends $194,578 to operate a center in the St. Louis area and planning costs for another center to be located in Jefferson City.

ADMINISTRATION AND SUPPORT SERVICES

Departmental administration includes the four-member Conservation Commission, the director and assistant directors, and secretarial assistance. Support services include the following: fiscal, operations, staff and technical services, public affairs, education, engineering and natural history.

Fiscal Year 1990 Governor's Recommendations

- o $194,578 for six staff and operating costs for a new nature interpretive center in St. Louis and for planning costs of a Jefferson City nature interpretive center.
- o $141,767 for miscellaneous expenses and equipment transferred from the Divisions of Fisheries and Forestry.
- o $213,390 for pay plan.

DIVISION OF PROTECTION

Protection personnel are responsible for enforcement of commission regulations and statutory laws related to wildlife and forestry, and serve as the local representatives of the department. Staff investigate violation complaints, conduct hunter safety seminars and manage departmental lands.

Fiscal Year 1990 Governor's Recommendations

- o $1,673 for miscellaneous expenses transferred from other divisions.
- o $109,871 for pay plan.

DIVISION OF WILDLIFE

Management of the state's wildlife resources is accomplished through activities which include the following: research and inventories, extensive management activities on public and private lands, land acquisition for public hunting and special wildlife uses, and liaison with federal, state, and private landowners. Special services such as wildlife damage control, habitat improvement, and pond renovation are provided to individuals and groups.

Fiscal Year 1990 Governor's Recommendations

- o $56,790 for miscellaneous expenses transferred from other divisions.
- o $106,245 for pay plan.

DIVISION OF FISHERIES

The Division of Fisheries seeks to maintain or enhance existing aquatic resources and provide for optimal use. These objectives are pursued through collection and analysis of baseline habitat data, investigation of fish kills and other complaints, research, development and management of fish populations in artificial lakes, propagation and stocking of fish, land acquisition and development, and public information programs.

Fiscal Year 1990 Governor's Recommendations

- o ($51,580) reduction in expense and equipment to be transferred to other divisions.
- o $99,105 for pay plan.

DIVISION OF FORESTRY

The Division of Forestry is responsible for ensuring that the state's remaining forest resources are properly managed and preserved. At one time the forest acreage in Missouri was 30 million acres. This has dwindled to 12.9 million acres, with approximately 12.4 million acres classified as commercial forest land. Personnel provide professional service in the areas of forest fire control, seedling tree distribution, forest land management assistance, insect and disease surveillance, community and urban forestry, special surveys, and utilization and marketing assistance to landowners and forest industries. The Division also administers the forest croplands program which provides reimbursements to counties as payment in lieu of taxes for eligible land parcels maintained as forest land.

Fiscal Year 1990 Governor's Recommendations

- o ($148,650) reduction in expense and equipment to be transferred to other divisions.
- o $128,758 for pay plan.

H.B. Sec. 7.150	PRIOR YEAR	CURRENT YEAR PLANNED	GOVERNOR RECOMMENDS FY 1990
Revenue Collected	$79,169,000	$81,511,000	$83,320,000
Hunting and Fishing Permits Issued	1,899,623	1,956,600	2,030,000
CONSERVATIONIST Magazine Circulation	473,000	493,000	495,000
Hunters and Fishermen Inspected for Compliance	240,000	245,000	248,000
Farms Provided Wildlife Management Assistance	3,809	6,300	6,600
Wildlife Habitat Improvement Contacts	14,056	16,000	16,500
Wildlife Areas Managed (Acres)	450,000	458,000	460,000
Department Stream Accesses Managed	264	280	295
State Forests Managed (Acres)	265,000	270,000	304,000

DEPARTMENT OF NATURAL RESOURCES

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of the Director	$ 357,621	$ 393,926	$ 330,116	$ 330,366
Office of General Counsel	13,685	0	129,925	130,034
Division of Management Services	2,346,566	2,826,190	3,561,486	2,840,055
Division of Energy	18,320,519	24,958,072	20,381,364	20,725,343
Environmental Improvement and Energy Resources Authority	189	255,665	250,000	250,000
Division of Parks, Recreation and Historic Preservation	16,499,503	20,539,236	22,458,839	21,329,537
Division of Geology and Land Survey	3,145,645	3,815,676	4,363,371	4,315,205
Division of Environmental Quality	56,865,435	140,926,496	147,800,501	147,027,173
DEPARTMENTAL TOTAL	$ 97,549,163	$ 193,715,261	$ 199,275,602	$ 196,947,713
General Revenue Fund	13,655,747	12,055,559	17,412,937	10,893,324
Federal Funds	24,179,677	54,941,727	55,498,080	54,388,144
Water Pollution Control Fund	29,593,865	28,300,000	28,300,000	28,300,000
State Park Earnings Fund	1,150,541	1,404,269	1,410,042	1,413,329
State Park Revolving Fund	82,453	165,000	165,000	165,000
Document Services Fund	94,089	200,000	200,000	200,200
Historic Preservation Revolving Fund	0	876,413	877,865	878,129
Cost Allocation Fund	0	0	1,098,157	1,104,477
Natural Resources Protection Fund	0	0	45,280	45,280
Parks Sales Tax Fund	7,380,145	9,971,180	11,293,218	15,236,947
Soil and Water Sales Tax Fund	6,176,028	19,741,886	20,960,477	21,291,622
Clean Water Commission Fund	52,008	58,622	61,752	62,485
Wastewater Loan Fund	0	40,200,000	40,281,503	40,281,503
EIERA Funds	189	255,665	250,000	250,000
Environmental Radiation Fund	0	50,000	50,000	50,000
Water Well Drillers Fund	59,525	109,967	212,296	220,328
Energy Set-Aside Fund	0	2,000,000	2,000,000	2,000,000
State Land Survey Fund	560,844	607,534	620,241	650,941
Petroleum Violation Escrow Fund	12,234,035	15,691,395	8,036,005	8,520,402
Hazardous Waste Fund	197,173	417,107	723,375	1,161,616
Safe Drinking Water Fund	39,454	39,510	113,164	113,653
Coal Mine Land Reclamation Fund	0	1,000,000	1,032,688	1,032,888
Hazardous Waste Remedial Fund	1,354,680	4,396,514	4,336,791	4,395,859
Air Pollution Control Fund	205,468	282,740	292,745	292,757
Local Government Energy Conservation Loan Fund	0	0	3,000,000	3,000,000
Meramec-Onondaga Trust Fund	77,527	33,691	37,806	36,708
Oil and Gas Remedial Fund	0	50,000	50,000	50,000
Mined Land Reclamation Fund	234,145	623,533	665,901	663,157
Babler State Park Fund	221,570	242,949	250,279	248,964
Full-time equivalent employees	1,254.28	1,403.77	1,584.64	1,570.14

POLICY SUMMARY

The Department of Natural Resources has a widely encompassing mission of protecting the environment and natural resources of Missouri. As knowledge of the complexity and extent of potential threats to our quality of life grows, so too do the responsibilities of all individuals and all levels of government. The Governor's Fiscal Year 1990 recommendations include over $6.7 million in new and redirected funds to meet the state's responsibilities for protecting the environment. Special emphasis is placed on the management of solid and hazardous waste, control of air pollution and protection of the quality of Missouri's water.

SOLID AND HAZARDOUS WASTE MANAGEMENT

Many previously hidden costs associated with current consumption patterns are now becoming obvious to us. Solid waste landfills are filling up, the management of toxic waste byproducts of production processes is becoming a significant cost to industry and consumers are increasingly aware of potential health hazards if wastes are not correctly disposed. Specific recommendations to address solid and hazardous waste disposal problems include:

- $484,652 for staff to review, permit and monitor solid waste landfills; train solid waste landfill operators; help communities implement waste reduction, recycling, composting and energy recovery programs; and assist communities in identifying suitable locations for landfills.
- $211,419 to implement SB 535 passed by the Second Regular Session of the 84th General Assembly. The Department of Natural Resources will review local governments' capability to respond to emergencies prior to permitting hazardous waste disposal facilities and will regulate infectious waste transporters and operators.
- $170,842 to assist Local Emergency Planning Committees in developing plans for dealing with hazardous chemical emergencies.
- $25,000 to implement SB 485 passed by the Second Regular Session of the 84th General Assembly requiring a determination of the best demonstrated available technology for disposing of hazardous wastes.
- $536,049 to expand the "Operation Safeplace" program in communities throughout the state. Under this program household hazardous wastes such as paint, solvents and pesticides are collected and properly disposed of rather than allowing them to enter the solid waste stream.
- $781,240 for implementing the Federal Hazardous and Solid Waste Amendments Act and for monitoring the production and safe transportation and disposal of PCBs. Major new provisions of federal law include a ban of land disposal of hazardous waste, deadlines for permitting disposal and incineration facilities, control of previously unregulated hazardous wastes and oversight of hazardous waste-producing facilities to eliminate hazardous waste releases.
- $104,421 to train businesses in hazardous waste minimization techniques.
- $64,692 for staff to monitor and cleanup leaking underground petroleum storage tanks.
- $658,735 to coordinate cleanup efforts at abandoned hazardous waste disposal sites, search for responsible parties and perform reconnaissance and sampling.
- $18,000 to monitor for environmental radiation at abandoned radioactive waste cleanup sites.
- $219,450 for replacement laboratory and sampling equipment.

AIR POLLUTION CONTROL

The Governor recognizes that the duty of safeguarding Missouri's air quality is becoming increasingly complex. To help define and control air pollution the Fiscal Year 1990 recommendations include:

- $45,280 to implement HB 1187 passed by the Second Regular Session of the 84th General Assembly. This bill established deadlines for the review of air permit applications.
- $190,103 to inventory air emissions using information provided by industries as required by the federal Community Right-to-Know Law. There are 117 known air toxics identified by the federal Toxic Substances Control Act. Only one, asbestos, is regulated by federal law. This funding will allow the department to systematically examine regional air quality.
- $328,905 for staff to coordinate the inspection of asbestos removal projects and staff to inspect those projects. Regional environmental specialists will also investigate other potential air pollution sources.

POLICY SUMMARY (Continued)

WATER QUALITY PROTECTION

Groundwater and drinking water quality are protected indirectly by programs for managing wastes. In addition to improvements in solid and hazardous waste management, the Governor recommends funding for programs that focus on groundwater protection and drinking water safety. These recommendations include:

- o $196,795 for the investigation of threats to groundwater and enforcement of state standards for the safe construction of water wells.
- o $414,357 for staff to provide technical assistance to high priority "non-community" drinking water systems to ensure that these systems are in compliance with safe drinking water laws. There are over 2,200 such systems in Missouri serving hotels, restaurants, schools and industries as well as private individuals.
- o $197,838 for staff in regional offices to assist minor wastewater treatment facilities in complying with the Missouri Clean Water Law.

SOIL AND WATER CONSERVATION AND STATE PARKS

Missouri voters have indicated their commitment to the environment and quality of life by extending the one-tenth of one percent sales tax for soil and water conservation projects and for the state park system. The tax generates over $42 million a year with one-half available for each purpose. Extension of the tax ensures that progress toward reducing soil erosion will continue and that Missourians and visitors to Missouri will continue to enjoy our natural heritage in our state parks.

Because of soil and water conservation projects conducted during Fiscal Year 1988, nearly 8.7 million tons of valuable Missouri soil was kept on the land and out of our rivers and streams. The Governor recommends increased funding of $1,147,103 for Fiscal Year 1990 to increase local soil districts' capability to respond to a growing commitment to soil and water conservation by landowners throughout Missouri and $494,489 to complete the state soil survey.

Renewal of the parks and soils sales tax makes it possible for the Governor to recommend substantial increases for the state park system. These include:

- o $887,546 for additional staff, including field staff for 12 parks and historic sites and statewide construction workers.
- o $911,681 for replacement of parks vehicles and equipment.
- o $356,494 for new vehicles and equipment.
- o Over $7 million for maintenance and repair, construction, and renovation at parks and historic sites throughout the state.

ENERGY CONSERVATION

In an effort to retain jobs and money in Missouri and in anticipation of potential future energy shortages, the efficiency of Missouri's energy consumption remains a high priority of the Governor and of the Department of Natural Resources. The Fiscal Year 1990 recommendations include:

- o $1,164,514 for energy-reducing programs in cities and counties and promotion of energy-conserving practices through the State Energy Conservation Program.
- o $266,683 for the Energy Extension Service for education about energy conservation.
- o $1,608,985 for energy conservation projects in the homes of low-income, elderly and handicapped Missourians.
- o $1,404,527 to provide matching grants to schools and hospitals for energy-conserving modifications to buildings.
- o $2,840,659 for helping low-income, elderly and disabled citizens with their utility bills.
- o $600,000 to assist consumers of propane and fuel oil reduce their energy costs.
- o $3 million to establish the Local Government Energy Conservation Loan Fund created by HB 955 passed by the Second Regular Session of the 84th General Assembly.

OFFICE OF THE DIRECTOR

The Office of the Director is responsible for the management of the department's five divisions and for ensuring that the department meets all statutory responsibilities. The Director's staff conducts systematic analyses of natural resource issues, monitors state and federal legislation, coordinates the department's legislation and reviews applications for federal assistance. The Office of the Director represents Missouri before several regional and national organizations and agencies, including the U.S. Environmental Protection Agency, regional river basin associations and the Midwest Interstate Low-Level Radioactive Waste Compact.

Fiscal Year 1990 Governor's Recommendations

- $32,469 federal funds and 1.43 staff transferred from other divisions.
- $13,131 for pay plan.
- ($35,360) federal funds and .93 staff transferred to the Office of General Counsel.
- ($73,800) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.200	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 186,051	$ 189,356	$ 202,487
Federal Funds	61,590	68,281	65,390
EXPENSE AND EQUIPMENT			
General Revenue Fund	80,134	27,574	27,574
Federal Funds	43,531	34,915	34,915
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	73,800	0
TOTAL	$ 371,306	$ 393,926	$ 330,366
General Revenue Fund	266,185	290,730	230,061
Federal Funds	105,121	103,196	100,305
Full-time equivalent employees	6.62	7.00	7.50

OFFICE OF GENERAL COUNSEL

The Office of General Counsel, to be formed in Fiscal Year 1990, will be responsible for conducting legal proceedings for the department's divisions. The office will report directly to the department director concerning administering state and federal laws and the legal implications of policy decisions.

Fiscal Year 1990 Governor's Recommendations

- o $64,960 federal funds and 2.13 staff transferred from the Division of Environmental Quality.
- o $35,360 federal funds and .93 staff transferred from the Office of the Director.
- o $17,893 federal funds and .65 staff transferred from the Division of Parks, Recreation and Historic Preservation.
- o $4,219 federal funds and .15 staff transferred from the Division of Geology and Land Survey.
- o $3,223 federal funds and .09 staff transferred from the Division of Management Services.
- o $1,525 federal funds and .05 staff transferred from the Division of Energy.
- o $2,854 for pay plan.

H.B. Sec. 7.202	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 0	$ 0	$ 2,854
Federal Funds	0	0	106,680
EXPENSE AND EQUIPMENT			
Federal Funds	0	0	20,500
TOTAL	$ 0	$ 0	$ 130,034
General Revenue Fund	0	0	2,854
Federal Funds	0	0	127,180
Full-time equivalent employees	0	0	4.00

DIVISION OF MANAGEMENT SERVICES

The Division of Management Services coordinates departmental long-range planning and policy implementation; develops the department's budget; performs accounting, internal auditing, and procurement functions; administers the department's personnel policies; supports computer applications; and disseminates information on the department's programs to the news media and the public.

Fiscal Year 1990 Governor's Recommendations

- o $56,000 federal funds for state auditor charges.
- o $26,484 and one staff transferred from the Division of Parks, Recreation and Historic Preservation.
- o $20,800 state land survey funds for replacement vehicles.
- o $36,817 parks sales tax funds for video equipment.
- o $19,956 for an electronic maintenance technician.
- o $110,583 for pay plan, including $105,336 general revenue.
- o ($5,450) federal funds and .17 staff transferred to the Offices of the Director and General Counsel.
- o ($25,344) in core reductions from the Fiscal Year 1989 appropriation level.
- o ($38,324) in core reductions of federal funds and one position from the Fiscal Year 1989 appropriation level to reflect current funding.
- o ($187,657) in core reductions of federal and other funds for one-time vehicle and equipment purchases.

H.B. Sec. 7.205, 7.210, 7.215, 7.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Management Services	$ 2,157,274	$ 2,494,915	$ 2,612,255
Department Refund Account	25,524	7,000	7,000
Department Vehicle Replacement	69,679	124,275	20,800
Document Services Fund	94,089	200,000	200,000
DIVISIONAL TOTAL	$ 2,346,566	$ 2,826,190	$ 2,840,055
PERSONAL SERVICE			
General Revenue Fund	755,845	768,578	920,354
Federal Funds	705,926	825,894	402,992
Cost Allocation Fund	0	0	574,895
Parks Sales Tax Fund	65,032	67,233	0
Soil and Water Sales Tax Fund	39,254	40,698	0
Hazardous Waste Remedial Fund	65,568	66,986	0
EXPENSE AND EQUIPMENT			
General Revenue Fund	315,315	318,342	292,998
Federal Funds	192,336	342,501	209,399
Cost Allocation Fund	0	0	174,800
Parks Sales Tax Fund	41,684	98,094	36,817
Soil and Water Sales Tax Fund	12,557	13,735	0
Other Funds	127,525	277,129	220,800
PROGRAM SPECIFIC DISTRIBUTION			
Hazardous Waste Remedial and Other Funds	25,524	7,000	7,000
TOTAL	$ 2,346,566	$ 2,826,190	$ 2,840,055
General Revenue Fund	1,071,208	1,086,920	1,213,352
Federal Funds	898,262	1,168,395	612,691
Cost Allocation Fund	0	0	749,695
Parks Sales Tax Fund	106,716	165,327	36,817
Soil and Water Sales Tax Fund	51,811	54,433	0
Other Funds	218,569	351,115	227,500
Full-time equivalent employees	78.62	83.00	83.83

DIVISION OF ENERGY

The Division of Energy administers Missouri's oil overcharge settlement funds to provide restitution to Missouri consumers of petroleum products. Grant programs provide funds for a variety of energy conserving projects and energy assistance. The division also performs research, planning and data analysis on energy issues; promotes carpooling, vanpooling and mass transit; encourages waste resource recovery; operates an energy information clearinghouse; and promotes the use of biomass for fuel.

Fiscal Year 1990 Governor's Recommendations

- o $7,885,368 petroleum violation escrow funds for the following energy programs: State Energy Conservation program, $1,164,514; Energy Extension Service, $266,683; Institutional Conservation program, $1,404,527; Weatherization Assistance program, $1,608,985; Low Income Heating Assistance program, $2,840,659; Residential Energy Conservation program, $600,000.
- o $3,097,207 petroleum violation escrow funds for implementing HB 955 passed by the Second Regular Session of the 84th General Assembly, including $3 million for the local government energy conservation revolving loan fund and operating funds for three staff.
- o $275,406 petroleum violation escrow funds for continuation of the energy grants program, including 10.5 staff.
- o $77,899 for pay plan, including $18,489 general revenue.
- o ($2,944) federal funds and .11 staff transferred to Offices of the Director and General Counsel.
- o ($5,250) in core reductions of petroleum violation escrow funds for one-time equipment purchases.
- o ($271,563) in core reductions of petroleum violation escrow funds and 10.5 staff from Fiscal Year 1989 appropriation level.
- o ($15,288,852) in core reductions of petroleum violation escrow funds for one-time grant awards.

7.225, 7.227, 7.230, H.B. Sec. 7.231, 7.232, 7.233	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 295,057	$ 300,933	$ 319,422
Federal Funds	466,031	636,390	632,039
Cost Allocation Fund	0	0	43,702
Petroleum Violation Escrow Fund	296,120	301,209	405,679
EXPENSE AND EQUIPMENT			
General Revenue Fund	54,603	62,433	62,433
Federal Funds	164,851	276,921	246,756
Cost Allocation Fund	0	0	29,717
Petroleum Violation Escrow Fund	95,301	91,334	100,227
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	97,728	0	0
Federal Funds	5,008,214	6,000,000E	6,000,000E
Energy Set-Aside Fund	0	2,000,000E	2,000,000E
Petroleum Violation Escrow Fund	11,842,614	15,288,852	7,885,368
Local Government Energy Conservation Loan Fund	0	0	3,000,000
TOTAL	$ 18,320,519	$ 24,958,072*	$ 20,725,343
General Revenue Fund	447,388	363,366	381,855
Federal Funds	5,639,096	6,913,311	6,878,795
Cost Allocation Fund	0	0	73,419
Energy Set-Aside Fund	0	2,000,000	2,000,000
Petroleum Violation Escrow Fund	12,234,035	15,681,395	8,391,274
Local Government Energy Conservation Loan Fund	0	0	3,000,000
Full-time equivalent employees	47.94	54.46	57.35

* Does not include a recommendation for Fiscal Year 1989 Emergency and Supplemental Appropriation of $275,000 for the Residential Energy Conservation Management program.

ENVIRONMENTAL IMPROVEMENT AND ENERGY RESOURCES AUTHORITY

The Environmental Improvement and Energy Resources Authority, under Chapter 260 RSMo, issues tax-exempt industrial revenue bonds to acquire, construct and finance projects undertaken by businesses or public entities to prevent or reduce pollution, properly dispose of solid waste and develop Missouri's energy resources. The authority also conducts special studies to improve long-range planning on these issues.

The authority's grant anticipation notes provide timely funding for communities who have been approved for Environmental Protection Agency or Farmers Home Administration grants or loans and thus reduce project construction costs. Bond issues for industrial pollution control equipment protect the environment while assisting economic development.

Fiscal Year 1990 Governor's Recommendations

o ($5,665) in core reductions in EIERA funds from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.235	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Energy Resources Projects Assisted	15	15	10
Hazardous Waste Minimization Workshops	0	12	12
Pollution Control Projects Assisted	50	25	25
Environment/Economic Development Conferences	1	3	3
EIERA Funds	$ 189	$ 255,665	$ 250,000

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF PARKS, RECREATION AND HISTORIC PRESERVATION

FINANCIAL SUMMARY

7.240, 7.242, 7.250, 7.255, 7.260, H.B. Sec. 7.265, 7.267, 7.270, 7.275, 7.280	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Parks and Historic Sites Operations				
Field Operations	$ 12,071,644	$ 12,927,455	$ 14,291,370	$ 14,079,962
Small Maintenance and Repair Projects	1,135,216	1,254,669	1,259,762	1,262,309
Gifts to the Park System	15,101	100,000	100,000	100,000
Administration and Grants				
Central Office Administration	1,830,441	3,027,112	3,577,707	3,387,266
Grants	1,447,101	3,230,000	3,230,000	2,500,000
DIVISIONAL TOTAL	$ 16,499,503	$ 20,539,236	$ 22,458,839	$ 21,329,537
PERSONAL SERVICE				
General Revenue Fund	6,008,468	4,160,670	4,468,778	335,853
Federal Funds	173,049	281,365	246,811	246,811
State Park Earnings Fund	231,124	288,669	294,442	297,329
State Park Revolving Fund	27,645	0	0	0
Historic Preservation Revolving Fund	0	26,413	27,865	28,129
Cost Allocation Fund	0	0	47,285	48,358
Parks Sales Tax Fund	2,586,179	5,216,055	6,208,620	10,131,619
Meramec-Onondaga Trust Fund	56,883	33,691	37,806	36,708
Babler State Park Fund	138,741	136,370	143,700	142,285
EXPENSE AND EQUIPMENT				
General Revenue Fund	27,553	35,526	262,859	87,859
Federal Funds	38,036	303,500	139,901	139,901
State Park Earnings Fund	919,193	1,115,600	1,115,600	1,115,600
State Park Revolving Fund	54,808	50,000	50,000	50,000
Historic Preservation Revolving Fund	0	850,000E	850,000E	850,000E
Cost Allocation Fund	0	0	28,995	28,995
Parks Sales Tax Fund	4,687,250	4,589,798	5,084,598	5,068,511
Meramec-Onondaga Trust Fund	20,644	0	0	0
Babler State Park Fund	82,829	106,579	106,579	106,579
PROGRAM SPECIFIC DISTRIBUTION				
Federal Funds	1,447,101	3,230,000E	3,230,000E	2,500,000E
State Park Revolving Fund	0	115,000	115,000	115,000
TOTAL	$ 16,499,503	$ 20,539,236*	$ 22,458,839	$ 21,329,537
General Revenue Fund	6,036,021	4,196,196	4,731,637	423,712
Federal Funds	1,658,186	3,814,865	3,616,712	2,886,712
State Park Earnings Fund	1,150,317	1,404,269	1,410,042	1,412,929
State Park Revolving Fund	82,453	165,000	165,000	165,000
Historic Preservation Revolving Fund	0	876,413	877,865	878,129
Cost Allocation Fund	0	0	76,280	77,353
Parks Sales Tax Fund	7,273,429	9,805,853	11,293,218	15,200,130
Meramec-Onondaga Trust Fund	77,527	33,691	37,806	36,708
Babler State Park Fund	221,570	242,949	250,279	248,864
Full-time equivalent employees	608.19	673.47	710.50	708.50

* Does not include a recommendation for Fiscal Year 1989 Emergency and Supplemental Appropriation of $55,252 for pay increases for seasonal parks staff.

DIVISION OF PARKS, RECREATION AND HISTORIC PRESERVATION (Continued)

The Division of Parks, Recreation and Historic Preservation manages the many recreational, cultural and historical resources of the Missouri state park system. The division also administers programs to promote historic preservation and outdoor recreation.

Missouri's state park system consists of 74 state parks and historic sites covering approximately 110,000 acres and including 4,000 campsites, 300 cabin and motel units, 11 dining lodges and 17 group camps. The system is divided into three regions, with each of the regional headquarters reporting to the central office in Jefferson City. Administrative, maintenance and service personnel manage the lands and improvements, provide recreational and educational programs for visitors and provide necessary law enforcement. Funding provided by the one-tenth of one percent parks and soils sales tax has been used for projects such as campground remodeling, the addition of shower houses and restrooms, paving of roads within campgrounds, restoration of landscapes and additional personnel for maintenance, education and site interpretation. Extension of the parks and soils sales tax will provide for the continued restoration and improvement of the state park system and will allow division staff to better serve the more than 13.5 million people who visit parks and historic sites each year.

Central office administration directs and coordinates the management of the state park system. Responsibilities include personnel management, budget and policy development, and the evaluation of management procedures and performance. Central office staff provide logistical support to the individual state parks, supervise the grounds maintenance of the State Capitol complex, and operate the central sign shop, central warehouse and aerial device unit. Staff also identify unique natural areas which may require protection; conduct special studies related to parks operations and development; and prepare site, architectural and engineering plans and maps.

The outdoor recreation assistance program assists the State Inter-Agency Council for Outdoor Recreation in the administration of federal matching grants which finance outdoor recreation projects. The historic preservation program identifies and nominates significant historical sites to the National Register of Historic Places; administers federal grants for the preservation, acquisition, restoration, surveying and planning of historic sites; and directs the allocation of the state's historic preservation revolving fund.

Fiscal Year 1990 Governor's Recommendations

- $961,036 parks sales tax funds for replacement vehicles and equipment.
- $307,139 parks sales tax funds for new vehicles and equipment.
- $719,933 parks sales tax funds for 31.77 staff and expenses at state parks and historic sites throughout Missouri.
- $167,613 park sales tax funds for four staff to increase efficiency and accountability of concessionaires and design interiors of park and historic site structures.
- $78,253 and one and one-half staff for implementing HBs 1223 & 1246 passed by the Second Regular Session of the 84th General Assembly and for developing a cultural resource inventory, including $56,220 general revenue and $22,033 federal funds.
- $75,000 for updating the state outdoor recreation plan, including $25,000 general revenue and $50,000 federal funds.
- $631,840 for pay plan, including $6,966 general revenue.
- ($26,484) federal funds and one staff transferred to the Division of Management Services.
- ($30,404) federal funds and 1.24 staff transferred to the Offices of the Director and General Counsel.
- ($730,000) in core reductions of federal funds from the Fiscal Year 1989 appropriation level.
- ($1,363,625) in core reductions of parks sales tax funds for one-time vehicle and equipment purchases.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF GEOLOGY AND LAND SURVEY

FINANCIAL SUMMARY

7.285, 7.290, 7.295, 7.300, H.B. Sec. 7.305, 7.310, 7.312, 7.315, 7.320	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Mineral Samples Processed	8,000	9,000	10,000	10,000
Government Corners Investigated/Restored	358	500	500	500
Water Well Certifications	4,765	8,000	10,000	10,000
Administration and General Support	$ 465,242	$ 490,776	$ 569,016	$ 545,530
Geological Survey Program	1,257,629	1,511,082	1,679,232	1,666,727
Oil and Gas Remedial Fund	0	50,000	50,000	50,000
Land Survey Program	620,969	781,632	800,653	802,994
Dam and Reservoir Safety Program	182,743	212,146	221,104	247,738
Water Resources Planning Program	619,062	770,040	1,043,366	1,002,216
DIVISIONAL TOTAL	$ 3,145,645	$ 3,815,676	$ 4,363,371	$ 4,315,205
PERSONAL SERVICE				
General Revenue Fund	1,369,436	1,457,767	1,719,516	1,680,735
Federal Funds	472,991	659,206	675,954	669,505
Cost Allocation Fund	0	0	12,358	12,358
Water Well Drillers Fund	44,087	83,167	145,523	153,355
State Land Survey Fund	371,681	378,734	397,241	427,941
Hazardous Waste Remedial Fund	79,464	82,708	86,666	87,493
EXPENSE AND EQUIPMENT				
General Revenue Fund	360,879	349,568	482,626	415,332
Federal Funds	210,941	325,026	321,264	321,264
Cost Allocation Fund	0	0	2,749	2,749
Water Well Drillers Fund	14,549	26,800	66,773	66,773
State Land Survey Fund	189,163	202,200	202,200	202,200
Hazardous Waste Remedial Fund	32,454	35,500	35,500	35,500
Oil and Gas Remedial Fund	0	50,000E	50,000E	50,000E
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	0	35,000	35,001	60,000
Federal Funds	0	130,000	130,000	130,000
TOTAL	$ 3,145,645	$ 3,815,676	$ 4,363,371	$ 4,315,205
General Revenue Fund	1,730,315	1,842,335	2,237,143	2,156,067
Federal Funds	683,932	1,114,232	1,127,218	1,120,769
Cost Allocation Fund	0	0	15,107	15,107
Water Well Drillers Fund	58,636	109,967	212,296	220,128
State Land Survey Fund	560,844	580,934	599,441	630,141
Hazardous Waste Remedial Fund	111,918	118,208	122,166	122,993
Oil and Gas Remedial Fund	0	50,000	50,000	50,000
Full-time equivalent employees	105.29	121.63	129.83	128.83

DIVISION OF GEOLOGY AND LAND SURVEY (Continued)

The Division of Geology and Land Survey, which is located in Rolla, provides a variety of research, engineering and other technical services to the public and industry. The division also supports other programs of the Department of Natural Resources, particularly in the area of environmental quality. The division distributes topographic maps and other documents to the public; conducts research on mineral resources to assist Missouri's mining industry; maintains and restores land survey records and monuments; permits and registers dams to protect the public against unsafe dams; and researches and protects Missouri's water resources.

The administration and general support program is responsible for the direction and coordination of all division activities and procedures. These responsibilities include budgeting, accounting, purchasing, personnel management, administration of grants, maintenance of physical property and the provision of clerical support. Staff also produce and distribute to the public various reports and maps which are the result of geological investigations, land surveys and dam and reservoir safety activities. The division director serves as State Geologist and is an ex-officio member of the Land Reclamation Commission.

The geological survey program analyzes the state's geologic and water resources to provide information to the public, industry and units of government. The program provides staff support to the State Oil and Gas Council and administers federal grants for a variety of special projects funded by the U.S. Geological Survey, U.S. Bureau of Mines, U.S. Army Corps of Engineers and other federal agencies. The economic geology section provides data and technical assistance relating to the location and characteristics of industrial minerals and mineral fuels. Engineering/environmental geology staff conduct field investigations to identify geologic conditions which affect construction and development, including the structural integrity of solid waste landfills and hazardous waste disposal sites.

The land survey program maintains records and monuments needed to define the boundaries of all real estate in Missouri. The program establishes technical standards and guidelines for surveys, executes surveys for land survey corners, and restores and preserves location monuments of the original U.S. Public Land Survey. The program estimates that approximately 80 percent of all original government survey corners have been destroyed; yet all surveys must begin at such a corner to be admissible in court. Land survey staff also execute and extend the Missouri state plane coordinate system to serve as primary survey controls. The program maintains a storage and retrieval file of all land survey records in the state and provides copies to the public upon request. The program is funded entirely by fees collected when real property transactions are recorded.

The dam and reservoir safety program is responsible for protecting the lives and property of the public by ensuring the safety of non-agricultural dams over 35 feet in height not licensed under the Federal Power Act. Under the authority of the Dam and Reservoir Safety Council, program staff review permit applications; issue permits for acceptable structures; inspect existing dams for safety hazards; and promulgate regulations, guidelines and standards pertaining to dam safety.

The water resources research and planning program conducts research and assists a variety of parties interested in water resources management. Program staff develop the state water plan which addresses current and long-range water use needs. Staff also conduct research to determine the quantity and quality of Missouri's ground and surface water resources. Divisional staff conduct research on water issues to develop alternatives for the conservation, development and management of Missouri's water resources and work with federal agencies to coordinate water project reviews and special studies. The division also cooperates with other states in the Upper Mississippi River Basin Association.

Fiscal Year 1990 Governor's Recommendations

- $196,795 for four and one-half staff and related expenses to investigate threats to the state's groundwater, including $98,397 general revenue and $98,398 water well driller's fund.
- $83,440 for two staff to help local communities identify suitable sites for solid waste landfills.
- $35,616 water well driller's and state land survey funds for an assistant director of Administrative Services.
- $25,000 for emergency measures to prevent the collapse of dams.
- $166,105 for pay plan, including $106,895 general revenue.
- ($7,427) federal funds and .30 staff transferred to the Offices of the Director and General Counsel.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF ENVIRONMENTAL QUALITY

FINANCIAL SUMMARY

7.325, 7.330, 7.335, 7.340, 7.345, 7.350, 7.355, 7.360, 7.365, 7.370, 7.375, 7.380, 7.385, 7.395, 7.400, 7.405, 7.410, 7.420, 7.425, 7.430, 7.435, 7.440, 7.445, 7.450, 7.455, H.B. Sec. 7.460, 7.465, 7.470, 7.475, 7.490	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 477,394	$ 563,744	$ 663,954	$ 661,759
Laboratory Services Program	1,447,644	2,885,075	3,504,339	3,500,080
Regional Offices Program	3,091,883	3,308,874	4,378,537	4,306,440
Water Pollution Control Program	31,694,529	71,521,205	71,695,423	71,706,725
Public Drinking Water Program	699,283	971,186	1,079,306	1,080,932
Air Pollution Control Program	2,222,793	2,700,400	3,069,163	3,059,041
Waste Management Program	2,737,514	27,525,380	30,998,922	30,297,788
Land Reclamation Program	7,766,971	11,310,818	10,989,846	10,994,531
Soil and Water Conservation Program	6,727,424	20,139,814	21,421,011	21,419,877
DIVISIONAL TOTAL	$ 56,865,435	$ 140,926,496	$ 147,800,501	$ 147,027,173
PERSONAL SERVICE				
General Revenue Fund	3,215,975	3,555,722	5,413,384	4,758,536
Federal Funds	5,071,471	6,062,568	6,743,165	6,664,897
Cost Allocation Fund	0	0	154,514	154,514
Soil and Water Sales Tax Fund	260,084	322,409	864,981	1,196,126
Hazardous Waste Remedial Fund	492,822	593,335	634,374	634,164
Other Funds	500,060	557,571	808,091	1,109,990
EXPENSE AND EQUIPMENT				
General Revenue Fund	668,353	679,790	2,508,110	1,661,387
Federal Funds	8,392,867	24,950,235	25,332,004	25,181,870
Cost Allocation Fund	0	0	34,389	34,389
Soil and Water Sales Tax Fund	786,250	617,139	735,591	735,591
Hazardous Waste Remedial Fund	641,538	3,516,581	3,513,041	3,573,692
Other Funds	213,223	525,106	875,817	1,138,977
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	220,302	40,500	65,500	65,500
Federal Funds	1,730,742	10,814,925	10,814,925	10,814,925
Water Pollution Control Fund	29,593,865	28,300,000	28,300,000	28,300,000
Soil and Water Sales Tax Fund	5,077,883	18,747,905	19,359,905	19,359,905
Wastewater Loan Fund	0	40,200,000	40,200,000	40,200,000
Hazardous Waste Remedial Fund	0	60,210	60,210	60,210
Other Funds	0	1,382,500	1,382,500	1,382,500
TOTAL	$ 56,865,435	$ 140,926,496*	$ 147,800,501	$ 147,027,173
General Revenue Fund	4,104,630	4,276,012	7,986,994	6,485,423
Federal Funds	15,195,080	41,827,728	42,890,094	42,661,692
Water Pollution Control Fund	29,593,865	28,300,000	28,300,000	28,300,000
Cost Allocation Fund	0	0	188,903	188,903
Soil and Water Sales Tax Fund	6,124,217	19,687,453	20,960,477	21,291,622
Wastewater Loan Fund	0	40,200,000	40,281,503	40,281,503
Hazardous Waste Remedial Fund	1,134,360	4,170,126	4,207,625	4,268,066
Other Funds	713,283	2,465,177	2,984,905	3,549,964
Full-time equivalent employees	407.62	464.21	585.13	580.13

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* Does not include recommendations for Fiscal Year 1989 Emergency and Supplemental Appropriations of $135,060 for administrative expenses, $16,173 for laboratory staff to oversee cleanup of leaking underground storage tanks, and $8,172 for staff to manage coal mine land reclamation projects.

DIVISION OF ENVIRONMENTAL QUALITY (Continued)

The Division of Environmental Quality operates six environmental programs, a laboratory, an administrative program and six regional offices. The division is responsible for implementing and enforcing a wide array of state and federal environmental statutes and regulations.

Administration

Division administrative staff coordinate program activities, analyze personnel procedures, coordinate budget preparation, prepare legislation, review program reports and represent the programs and commissions at departmental, state and federal meetings. The administrative staff also maintain a divisional management system to identify and address environmental issues.

Fiscal Year 1990 Governor's Recommendations

- o $125,000 federal funds for one and one-half staff to develop a computerized permit application review system.
- o $75,651 for increased office space, including $15,000 general revenue.
- o $13,971 for pay plan.
- o ($3,594) in core reductions of federal funds for one-time equipment purchases.
- o ($34,949) hazardous waste remedial funds and one staff transferred to the waste management program.
- o ($78,064) federal funds and 2.68 staff transferred to the Offices of the Director and General Counsel.

Laboratory Services Program

The laboratory services program provides field sampling, field analyses and analytical support to several programs in the division. Air quality is assessed through a variety of electronic air monitoring instruments located throughout the state; water samples from streams and reservoirs are analyzed to determine pollutant concentrations; leachate and test well samples are analyzed to determine the structural security of sanitary and hazardous waste landfills; and test samples from surface mining operations are analyzed to ensure that mining practices are environmentally safe. The laboratory services program also operates an environmental emergency response system 24 hours a day to quickly investigate hazardous chemical spills or illegal disposals.

Fiscal Year 1990 Governor's Recommendations

- o $219,450 for replacement laboratory equipment, including $79,625 general revenue and $139,825 federal funds.
- o $170,842 for five staff to assist local communities in planning for hazardous chemical emergencies.
- o $144,753 federal funds for four staff and expenses for hazardous waste site reconnaissance.
- o $64,692 federal funds for three staff to monitor and oversee cleanup of leaking underground petroleum storage tanks.
- o $55,140 and two staff transferred from the Department of Health to compile hazardous chemical storage information submitted by industries.
- o $60,202 for pay plan, including $23,366 general revenue.
- o ($100,074) in core reductions of federal funds for one-time equipment purchases.

Regional Office Program

The division's six regional offices provide field support to the public drinking water, water pollution control, air pollution control and waste management programs. Regional office staff provide technical assistance to and inspections of public water supplies, wastewater treatment facilities, air pollution sources and sanitary landfills. Staff also investigate citizen complaints, train wastewater treatment plant operators and conduct routine sampling for subsequent laboratory analyses.

DIVISION OF ENVIRONMENTAL QUALITY (Continued)

Fiscal Year 1990 Governor's Recommendations

- o $341,280 for nine staff and expenses to assist small water systems in complying with state law.
- o $265,984 for eight staff and expenses to inspect asbestos removal projects and other air pollution sources.
- o $197,838 for six staff and expenses to assist minor wastewater treatment facilities comply with state law.
- o $26,369 to relocate the Springfield regional office.
- o $176,184 for pay plan, including $107,635 general revenue.
- o ($10,089) in core reductions of federal funds for one-time equipment purchases.

Water Pollution Control Program

The water pollution control program implements state laws, regulations and policies developed by the Clean Water Commission to maintain and improve water quality. The staff provide administrative and technical assistance to the Commission; issue and monitor wastewater discharge permits; review engineering plans and specifications for new facilities; enforce state water quality regulations; train wastewater treatment plant operators; and administer state and federal grants and the state revolving loan fund for the construction of wastewater treatment facilities.

Fiscal Year 1990 Governor's Recommendations

- o $81,503 wastewater loan funds for two and one-half staff to administer the revolving loan program.
- o $104,017 for pay plan, including $49,393 general revenue.

Public Drinking Water Program

The public drinking water program strives to ensure that the public receives drinking water which is free from harmful levels of contaminants. The staff evaluate and record finished water samples to provide early detection of health problems; maintain historical records of water quality analyses and trends; review engineering plans for water treatment facilities; and provide technical assistance and training to water treatment facility operators. The program administers grants to small communities to partially fund the construction of water supply systems. The Department of Health assists the program to protect public health by conducting bacteriological laboratory analyses.

Fiscal Year 1990 Governor's Recommendations

- o $73,077 safe drinking water funds for two staff to coordinate sampling and evaluate water sample results of high priority non-community water systems.
- o $36,669 for pay plan, including $25,855 general revenue.

Air Pollution Control Program

The air pollution control program provides staff support to the Air Conservation Commission which is responsible for developing policies to maintain and enhance the state's air quality. Staff coordinate air pollution control activities among other programs in the division and with local air pollution control agencies. In addition, staff update the state implementation plan; evaluate air quality data to determine the need for air pollution control; and implement a vehicle emissions inspection/maintenance program in the St. Louis area. Staff also inspect air pollution sources to determine compliance with regulations, provide needed technical assistance and evaluate permit applications and control equipment to ensure compliance with state air quality standards.

DIVISION OF ENVIRONMENTAL QUALITY (Continued)

Fiscal Year 1990 Governor's Recommendations

- o $190,103 for five staff and expenses to inventory toxic air emissions.
- o $62,921 for two staff and expenses to coordinate inspections of asbestos abatement projects.
- o $45,280 natural resources protection fund for one staff to implement HB 1187 passed by the Second Regular Session of the 84th General Assembly requiring timely reviews of construction permits.
- o $61,137 for pay plan, including $40,019 general revenue.
- o ($800) in core reductions for one-time equipment purchase, including $400 general revenue.

Waste Management Program

The waste management program consists of three sections. The solid waste management section assists local governments with solid waste planning; reviews engineering plans for waste disposal and processing facilities; provides technical assistance and training to facility operators; and promotes recycling and resource recovery as alternatives to landfills. The hazardous waste management section regulates the transportation, storage, treatment and disposal of hazardous wastes; reviews applications and issues permits for hazardous waste facilities; and assists the Hazardous Waste Management Commission. The superfund section administers federal and state funds to contain and clean up improper waste disposal sites which threaten human health and the environment.

Fiscal Year 1990 Governor's Recommendations

- o $658,898 federal and hazardous waste management funds for 18 staff and expenses to implement the federal Hazardous and Solid Waste Amendments to the Resource Conservation and Recovery Act.
- o $536,049, including $275,428 general revenue and $260,621 hazardous waste funds for one staff and expenses to expand the "Operation Safeplace" hazardous waste collection program.
- o $436,049 federal funds for one staff and expenses to monitor progress at hazardous waste site cleanups and assess other sites.
- o $222,507 for five and one-half staff and expenses to review solid waste landfills and train landfill operators.
- o $211,419 for six staff and expenses to implement SB 535 passed by the Second Regular Session of the 84th General Assembly requiring regulation of infectious waste transporters and handlers.
- o $178,705, including $49,577 general revenue and $129,128 petroleum violation escrow funds for two staff and expenses to help communities implement waste reduction, recycling, composting and energy recovery programs.
- o $140,470 federal and hazardous waste management funds for four staff and expenses to train businesses in hazardous waste minimization techniques.
- o $122,342 federal and hazardous waste management funds for three and one-half staff and expenses to monitor PCB generators, transporters and handlers.
- o $77,933 federal funds for two staff and expenses to direct cleanup operations at abandoned hazardous waste disposal facilities and to search for responsible parties.
- o $34,949 hazardous waste remedial funds and one staff transferred from the Administrative Section.
- o $25,000 for a study to determine the best demonstrated available technology for hazardous waste disposal as required by SB 485 passed by the Second Regular Session of the 84th General Assembly.
- o $18,000 for monitoring for radiation at hazardous remedial sites.
- o $153,560 for pay plan, including $32,987 general revenue.
- o ($43,473) in core reductions of federal and hazardous waste remedial funds for one-time equipment purchases.

DIVISION OF ENVIRONMENTAL QUALITY (Continued)

Land Reclamation Program

The land reclamation program provides staff support and technical assistance to the Land Reclamation Commission. The commission regulates the mining of coal and other mineral commodities in Missouri and provides for the reclamation of mined lands. Administrative staff review mining and reclamation plans, issue permits which require surety bonds for the reclamation of mined lands and inspect sites for reclamation performance. Permit applications are also evaluated for the mining of barite, tar sands, clay, limestone, sand and gravel. Other program staff inventory abandoned mines, assess pollution problems and establish priorities for the reclamation of abandoned mined lands.

Fiscal Year 1990 Governor's Recommendations

- o $39,424 mined land reclamation funds for one staff and expenses for regulating the industrial minerals industry.
- o $32,688 coal mine land reclamation funds for one staff and expenses for designing and reviewing reclamation projects at bond forfeiture sites.
- o $50,835 for pay plan, including $30,723 general revenue.
- o ($439,234) in core reductions of federal funds from the Fiscal Year 1989 appropriation level.

Soil and Water Conservation Program

The soil and water conservation program implements the policies of the Soil and Water Districts Commission. Staff assist Missouri's 112 soil and water conservation districts and administer several soil conservation programs funded by one-half of the one-tenth of one percent sales tax renewed by Missouri voters in November 1988. Projects funded by this tax saved nearly 9 million tons of soil in Fiscal Year 1988. The tax is projected to generate over $21 million for additional soil conservation purposes in Fiscal Year 1990.

Sales tax funded programs include: state cost-share grants for 50-75 percent of farmers' costs of approved soil conservation practices; low-interest loans for conservation practices and equipment; grants to local districts for administrative expenses and technical assistance; special incentives for intensive conservation measures in specified areas; and grants for research on soil conservation problems. These programs represent a significant investment by all Missourians in the long-term productivity of our most basic resource, the soil. Sales tax funds are also used to accelerate soil survey mapping efforts to provide factual information on Missouri soils.

Fiscal Year 1990 Governor's Recommendations

- o $1 million soil and water sales tax funds for grants to local soil conservation districts, bringing the total for grants to districts to $4 million.
- o $494,489 soil and water sales tax funds for 18.6 soil scientists to complete the state soil survey.
- o $147,103 soil and water sales tax funds for four staff to assist local soil conservation districts in implementing grant programs.
- o $31,071 for pay plan.
- o ($4,600) in core reductions of federal funds for one-time equipment purchases.
- o ($388,000) in core reductions of soil sales tax funds from the Fiscal Year 1989 appropriation level.

DIVISION OF ENVIRONMENTAL QUALITY (Continued)

	PRIOR YEAR	CURRENT YEAR PLANNED	FY 1990
Laboratory Services Program			
Landfill Samples Analyzed	1,990	2,295	2,300
Stream and Reservoir Water Samples Analyzed	4,113	5,500	5,500
Hazardous Waste Samples Analyzed	5,126	5,554	5,560
Regional Offices Program			
Asbestos Demolition Inspections	229	192	400
Community Drinking Water Supply Technical Assistance to Problem Supplies	1,473	1,231	1,600
Community Drinking Water Supply Final Construction Inspections	74	87	130
Preliminary Assessments of Abandoned Hazardous Waste Sites	20	11	10
Major Wastewater Treatment Facility Inspections	144	131	131
Water Pollution Control Program			
Enforcement Actions Referred to the Attorney General	80	40	60
Municipal Wastewater Treatment Facilities Under Permit	805	820	820
Non-municipal and Industrial Wastewater Treatment Facilities Under Permit	1,850	1,870	1,880
Public Drinking Water Program			
Community Systems in Compliance with Bacteriological Standards	1,070	1,090	1,100
Non-community Systems in Compliance with Bacteriological Standards	260	297	337
Air Pollution Control Program			
Stage II Vapor Recovery Inspections	300	700	700
Construction Permit Applications Reviewed	120	150	170
Waste Management Program			
Preliminary Site Assessments	20	10	15
Hazardous Waste Generators and Transporters Inspected	495	562	747
Solid Waste Facility Inspections (Active and Closed)	496	605	781
PCB Facilities Inspected	8	8	90
Land Reclamation Program			
Acres of Abandoned Land Reclaimed	876	649	907
Coal and Industrial Minerals Permits Issued	240	278	530
Coal Mine Complete Inspections	473	428	428
Soil and Water Conservation Program			
Staff Visits to Districts	358	690	690
Number of Counties with Published Soil Surveys	48	56	57
Special Area Land Treatment Projects Administered	25	37	49

DEPARTMENT OF ECONOMIC DEVELOPMENT

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administrative Services	$ 3,189,201	$ 3,491,526	$ 5,201,362	$ 4,183,897
Economic Development Programs	99,810,675	120,334,284	131,867,872	123,979,039
Regulatory Programs	16,048,296	17,937,503	20,067,559	18,848,200
Division of Professional Registration	5,560,003	6,393,621	6,903,828	6,824,065
DEPARTMENTAL TOTAL	$ 124,608,175	$ 148,156,934	$ 164,040,621	$ 153,835,201
General Revenue Fund	34,517,502	36,358,636	50,032,211	40,135,517
Federal Funds	71,214,151	94,254,633	95,175,211	95,184,635
Other Funds	18,876,522	17,543,665	18,833,199	18,515,049
Full-time equivalent employees	965.08	1,009.03	1,074.02	1,041.72

POLICY SUMMARY

The Fiscal Year 1990 budget for the Department of Economic Development reflects the Governor's continued commitment to programs designed to promote statewide job creation and economic development as well as the cultural and recreational events of Missouri. Economic development serves a dual role in sustaining a healthy and balanced state economy by encouraging private sector investment and creating job opportunities. The Governor's recommendation includes an increase in resources for job development, business expansion and retention and the attraction of major industries to Missouri. In addition, the recommendations include funding to implement legislative initiatives passed by the Second Regular Session of the 84th General Assembly. The legislation addresses job training, downtown revitalization, the creation of the Motor Vehicle Commission and continuing education for insurance agents and brokers.

In total, the Governor recommends $40,135,517 in general revenue for the Department to meet these challenges.

JOB DEVELOPMENT AND EMPLOYMENT OPPORTUNITIES

Employment opportunity and job development are realized through job training, small business retention and expansion, community services and development of new industry in Missouri. The Governor recommends $3,658,813 to encourage an increase in job opportunities and prevent loss of employment statewide.

Job Training

The Department of Economic Development administers programs designed to train and retrain persons for employment. The Job Development Fund authorized by SB 628 and passed by the Second Regular Session of the 83rd General Assembly retrains potentially unemployed persons to prevent job loss. The Fiscal Year 1990 budget includes a redirection of $1,000,000 in matching funds from the Job Training Partnership Act's Dislocated Worker program and a transfer of $1,000,000 from the Department of Elementary and Secondary Education, Division of Vocational Education to the Job Development fund. It is recommended that this transfer be designated to fund training through vocational technical schools. This recommendation provides a $2,000,000 increase for the Job Development Fund due to the increasing number of expanding businesses and introduction of new technologies in existing businesses. With the introduction of new technologies into an industry, workers may find themselves without the necessary skills to retain their jobs and risk unemployment. According to statistics provided by the Department of Economic Development, 85 percent of those retrained through this program are employed.

POLICY SUMMARY (Continued)

HB 1034 passed by the Second Regular Session of the 84th General Assembly recognizes the value of job training programs offered by Junior Colleges. The Department of Economic Development is responsible for monitoring these programs and integrating them into the job training activities statewide. The Governor recommends $54,355 for staff and related operating expenses to implement this legislation.

Business Retention and Expansion

Small business is the source of the majority of new jobs created in Missouri's economy. Capital and technical assistance are often needed for expansion or redirection of these small businesses' activities. To provide tools for business growth the Governor recommends the following:

- $500,000 for the Missouri Industrial Development Board (MIDB) loan and bond guarantees. A supportive financial climate is conducive to business development which can create good, private sector jobs. While financing and working capital are tools necessary for business retention and expansion as well as job creation, the small business often is not in the position to independently finance expansions or implementation of new projects. The MIDB, streamlined by legislation passed in recent years, is responsible for operating a loan and bond fund reserve currently leveraged at a 2:1 ratio. Loan and bond guarantees are flexible tools for business expansion and job development for projects up to $400,000 in size.
- $328,300 to coordinate Small Business Development Centers statewide. This recommendation provides funds to bid for a contract with the Small Business Administration to serve as program administrator of Small Business Development Centers. The SBDC's provide technical assistance to small businesses in Missouri. As program administrator it will be the state's responsibility to establish and monitor a network between local, state and federal governments as well as private industries.
- $111,000 to increase staff for the Procurement/Import Substitution program. Two additional staff will provide technical assistance to small businesses in applying for state and federal funds. One additional staff will expand the Import Substitution program which matches Missouri manufacturers to Missouri retailers.

Revitalization

HB's 1223 and 1246 passed by the Second Regular Session of the 84th General Assembly authorizes Missouri's participation in the Main Street program which promotes the stability of communities through the revitalization of downtown areas. By enhancing the downtown areas, small businesses are strengthened, preventing unemployment and loss of revenue within communities.

The Governor recommends $253,208 to implement the Main Street program. This recommendation provides funds for a contract with the National Main Street Center, two staff and related operating expenses. Through the contract, communities with a population under 50,000 can be a part of this revitalization project. The Fiscal Year 1990 budget for the Department of Natural Resources includes $29,187 for an architect to work cooperatively with the Department of Economic Development in the Main Street program.

Technological Development

The Governor recommends an increase of $515,550 to encourage the application of research to industry through the Centers for Advanced Technology (CATS) authorized by SB 426 passed by the Second Regular Session of the 83rd General Assembly. Recommended funding for Fiscal Year 1990 supports the full implementation of three centers located at Washington University, University of Missouri - Rolla and University of Missouri - Kansas City.

Washington University is genetically engineering plants to become resistant to stress in their environment which will increase crop production at a reduced cost. New technologies for manufacturing are being developed and applied to Missouri industry at University of Missouri - Rolla. University of Missouri - Kansas City, is developing advancements in telecommunications and computer networking.

POLICY SUMMARY (Continued)

Economic Development Support

To generate investment and support the creation of new jobs statewide, the marketing of economic development programs is critical. These promotional activities serve to attract business to Missouri, provide technical assistance to small businesses in Missouri and provide job services to potentially unemployed and dislocated workers. The Governor recommends $90,000 in general revenue to increase funding for the advertising and marketing activities which promote Missouri as a relocation site for industries.

The Governor also recommends $206,400 for the international offices in Japan, Korea and Germany. These offices promote Missouri as a development site for foreign businesses as well as market Missouri products overseas.

Tourism and Arts Promotion

Tourism, a competitive service industry, stimulates the state's economy through job creation. The Governor recommends an increase of $500,000 for tourism advertising in Fiscal Year 1990 to aggressively promote Missouri's diverse recreational and cultural sites and events to residents as well as out-of-state travelers. This recommendation funds additional "in-state" advertising. A portion of this recommendation is designated for advertising the state fair. This is an 11.5 percent increase to the Fiscal Year 1989 tourism advertising budget of $4,345,770.

The Governor recommends $100,000 to enhance the arts through Local Cultural Arts grants. This recommendation funds the community arts and touring programs, arts-in-education, creative artist and council projects. Arts programs provide diverse cultural events for Missouri citizens, stimulate tourism and are an incentive for firms to relocate or develop in Missouri.

CONSUMER PROTECTION

The Fiscal Year 1990 recommendations include funds to provide additional resources for a number of consumer protection initiatives. The state is responsible for striking a balance between the consumer and industry. Through the certification programs, support for industries is available to maintain the professional standing of an organization while the consumer is assured of quality service and goods.

- HB 1572 passed by the Second Regular Session of the 84th General Assembly authorizes the creation of the Motor Vehicle Commission. This Commission will certify and license motor vehicle and boat manufacturers and dealers. The Governor recommends $159,184 for staff and related expenses to implement this legislation.

- SB 430 passed by the Second Regular Session of the 84th General Assembly requires continuing education for insurance agents and brokers. The Governor recommends $110,264 funded through the Insurance Continuing Education Trust Fund for four staff and related operating expenses to administer the certification program.

- The demand for financing of affordable housing under Section 8 and through multi-family and single-family mortgages is increasing. The Governor recommends $45,216 for fiscal staff for the Missouri Housing Development Commission to relieve a backlog thereby preventing higher interest rates in financing low and moderate income housing.

- To address transporting hazardous material, the Governor recommends $65,695 in federal funds for the Division of Transportation. This recommendation includes $25,000 for the Division to apply for a one-time federal grant to fund a special project and $40,695 to enforce a federal regulation which requires monitoring the transportation of gases and hazardous materials. The funds will purchase seven devices to detect leaks in vehicles transporting compressed gases and one gas analyzer to inspect hazardous material shipments.

- The Governor recommends $109,584 for additional staff in the Public Service Commission. The staff includes two regulatory auditors, one to monitor the gas utility rates, and one as part of the economy rate telephone service. In addition, the recommendation provides one attorney and an additional secretary in the General Counsel's office of the Public Service Commission.

DEPARTMENTAL ADMINISTRATIVE SERVICES

Administrative Services is the central management unit of the Department of Economic Development. The staff performs all budgeting, accounting, personnel, and data processing functions for the department, directs its legislative programs, administers the state's unclaimed property program and directly administers the economic development program sections policy and staff. Beginning in Fiscal Year 1990, the administrative and support staff for the Economic Development division have been transferred to the Administrative Services Division.

Fiscal Year 1990 Governor's Recommendations

- $418,288 including $356,102 in federal funds and four staff for data processing services to support the implementation of legislation, procurement substitution program and Small Business Delivery Centers program.
- $67,200 in federal funds for one attorney and one secretary to address departmental legal issues.
- $108,319 for pay plan.
- ($23,750) in core reductions for positions in Unclaimed Property program and start-up costs in data processing related to legislation.
- $120,538 and four positions transferred from the research section of Economic Development programs.

H.B. Sec. 7.500, 7.510, 7.505, 7.515	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 979,115	$ 1,062,369	$ 1,227,627
Federal Funds	0	0	152,968
Public Service Commission Fund	253,209	260,970	280,332
Highway Department Fund	93,725	97,002	104,243
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,137,927	1,227,438	1,302,870
Federal Funds	0	0	270,334
Public Service Commission Fund	488,447	491,170	491,170
Highway Department Fund	163,356	173,062	173,062
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	50,000	50,000
TOTAL	$ 3,115,779	$ 3,362,011*	$ 4,052,606
General Revenue Fund	2,117,042	2,289,807	2,530,497
Federal Funds	0	50,000	473,302
Public Service Commission Fund	741,656	752,140	771,502
Highway Department Fund	257,081	270,064	277,305
Full-time equivalent employees	58.26	58.50	68.50

* Does not include $296,515 general revenue recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations for unclaimed property advertising.

MISSOURI COUNCIL ON WOMEN'S ECONOMIC DEVELOPMENT AND TRAINING

The council meets at least four times a year to address the issues of women's economic opportunities through education and training programs; occupational mobility of women workers in lower and middle employment levels; women's access to jobs with more skill and managerial duties; women in small businesses; access to non-traditional skills through apprenticeships and vocational training; retraining programs and facilities for unemployed women especially in growth sectors; federal or private funds and grants available for such employment and training programs; and studies, seminars and conferences on various topics. The council shall prepare an annual state needs assessment to identify problem geographic areas, long- and short-term goal statements, an inventory of current federal, state, local, and private programs relating to women's economic needs and plans for addressing those problem areas previously identified.

Fiscal Year 1990 Governor's Recommendations

o $1,776 for pay plan.

H.B. Sec. 7.510	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 33,056	$ 33,797	$ 35,106
Federal Funds	4,751	6,218	6,685
EXPENSE AND EQUIPMENT			
General Revenue Fund	11,441	12,712	12,712
Federal Funds	24,174	26,788	26,788
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	50,000	50,000
TOTAL	$ 73,422	$ 129,515	$ 131,291
General Revenue Fund	44,497	46,509	47,818
Federal Funds	28,925	83,006	83,473
Full-time equivalent employees	1.95	2.00	2.00

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Economic Development - Program Sections	$ 35,122,904	$ 30,332,595	$ 37,987,377	$ 32,086,133
Job Development and Training	53,456,572	77,160,755	79,314,995	78,290,621
Missouri Council on the Arts	4,869,920	5,433,348	5,788,620	5,557,582
Missouri Housing Development Commission	1,261,603	1,661,588	1,942,639	1,808,133
Division of Tourism	5,099,676	5,745,998	6,834,241	6,236,570
DIVISIONAL TOTAL	$ 99,810,675	$ 120,334,284	$ 131,867,872	$ 123,979,039
PERSONAL SERVICE				
General Revenue Fund	3,688,241	4,207,412	5,028,075	4,697,817
Federal Funds	1,676,618	1,855,675	2,248,057	2,222,725
EXPENSE AND EQUIPMENT				
General Revenue Fund	8,735,181	10,662,839	13,043,582	11,980,839
Federal Funds	560,745	683,349	777,649	777,649
Tourism Marketing Fund	0	15,000	15,000	15,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	16,154,559	11,535,104	19,380,604	12,910,104
Federal Funds	68,786,619	91,374,905	91,374,905	91,374,905
Industrial Development and Reserve Fund	178,365	0	0	0
Industrial Development Fund	30,347	0	0	0
TOTAL	$ 99,810,675	$ 120,334,284	$ 131,867,872	$ 123,979,039
General Revenue Fund	28,577,981	26,405,355	37,452,261	29,588,760
Federal Funds	71,023,982	93,913,929	94,400,611	94,375,279
Industrial Development and Reserve Fund	178,365	0	0	0
Industrial Development Fund	30,347	0	0	0
Tourism Marketing Fund	0	15,000	15,000	15,000
Full-time equivalent employees	242.73	268.00	289.50	278.50

ECONOMIC DEVELOPMENT - PROGRAM SECTIONS

Programs and staff are organized into four sections: research and marketing, business development, small business development and community services. The 13 staff responsible for the administration and operations of the Economic Development programs have been transferred to the Division of Administrative Services and the community services section.

The sections promote Missouri's economic development opportunities to communities, business and industry within and outside Missouri. The sections operate the national and international business development programs, the Missouri Community Betterment programs and the enterprise zone, seed capital, business facility and neighborhood assistance incentives. The sections also assist the Missouri Film Commission, administer the non-entitlement community development block grants, assist the Commission on Infrastructure Development Opportunities and the Missouri Industrial Development Board (MIDB), staff small business assistance and finance programs, operate a high-tech and small business innovation research program, support the newly-created centers for advanced technology program at the University of Missouri - Rolla and Kansas City and Washington University and support the four innovation centers in St. Louis, Kansas City, Columbia and Rolla.

Research and Marketing

The research and marketing staff provides analysis of data and planning support to the economic development staff and the business community and operates the department's finance program to enhance business retention, expansion and relocation. The research and planning staff prepares presentations tailored to the needs of companies and market and economic trends analyses, and publishes brochures addressing corporate planning and Missouri's tax system. In addition, the staff is involved in the preparation and analysis of economic development legislation. The finance staff reviews the proposed development projects of new or expanding businesses and provides counseling on the best financial alternatives for the specific business, including federal and local governmental assistance and private sector support. This staff administers the state's financing programs, including applications to the State Treasurer's major industry fund, the Missouri Development Action Grant program, the allocation of tax-exempt industrial revenue bonds according to federal law, and the loan guarantee and bond guarantee programs of the MIDB and the tax benefit program consisting of the enterprise zone credit, neighborhood assistance credit, new and expanding business facility investment credit, seed capital credit and the industrial development contribution credit. The staff is the primary user of the statewide computerized Missouri Economic Development Information System (MEDIS) developed by the department's management information systems staff containing 15 up-to-date, community-specific data bases on available buildings, taxes, labor, utility costs, transportation, community profiles and other data essential to business expansion and relocation decisions.

Fiscal Year 1990 Governor's Recommendations

o $67,052 for pay plan.
o ($120,538) and four positions to Administrative Services to support Economic Development programs.

Business Development

The business development staff operates the National Business Development program and the International Business Development program. The national business staff provides business assistance to national and international firms considering expansion or relocation in Missouri. Attraction and recruitment activities include coordination of advertising and public relations efforts, direct mail campaigns, and presentation of detailed project models for viable prospect companies. The international business staff operates a Jefferson City office and overseas offices in Duesseldorf, West Germany; Tokyo, Japan; and Seoul, South Korea to expand Missouri exports and overseas investment in Missouri.

Fiscal Year 1990 Governor's Recommendations

o $206,400 for international offices in Japan, Korea and Germany.
o $125,000 for advertising to support employment opportunities and industry expansion.
o $40,000 for marketing Missouri as a location site for business and industry.
o $88,863 for pay plan.

ECONOMIC DEVELOPMENT - PROGRAM SECTIONS (Continued)

Small Business Development

The small business development section includes staff for both the small business office and the minority business assistance office, support staff for the Missouri Corporation for Science and Technology and staff to administer the Higher Education Applied Projects program. The small business office provides technical assistance to small businesses concerning: state and federal programs, business planning, finance packaging, credit analysis, and start-up and business permit counseling. The non-profit Missouri Corporation for Science and Technology strengthens the state economy through development of science and technology. Small business staff and the corporation work closely to develop and maintain a consortia of private businesses, universities and the state to promote transfer of research to industry and promote small business. The staff also assists departmental administration of the Seed Capital Tax Credit program which provides start-up capital for promising high-technology goods and services. Small business innovation research (SBIR) specialists are contracted by the federal Small Business Administration as a small business development center to promote and assist Missouri firms in securing federal SBIR grants for research and development projects.

Fiscal Year 1990 Governor's Recommendations

o $500,000 for loan guarantees through the Missouri Industrial Development Board.
o $515,550 to support the Centers for Advanced Technology (CATS).
o $328,300 for contracting with the Small Business Administration for the Small Business Development Centers.
o $111,000 and three positions for the procurement import substitution program.
o $15,000 for full funding of two clerical in Kansas City and St. Louis offices.
o $69,182 for pay plan.
o ($550,000) reduction in one-time expenses for small business incubators and loan guarantees.

Community Services

The community services staff administers the federally-funded, non-entitlement Community Development Block Grant program, administers community programs including the Main Street program, Missouri Community Betterment and Neighborhood Assistance programs, helps administer the neighborhood assistance tax credit and enterprise zone tax credit, and provides staff support for the Missouri Film Commission, the Missouri Council on Women's Economic Development and Training and the Missouri Commission on Infrastructure Development Opportunities. The section distributes community development block grants to communities with a population of less than 50,000 and counties with a population less than 200,000 for community development, neighborhood revitalization, economic development and downtown revitalization. Missouri's allocation in Fiscal Year 1990 will be approximately $22 million. The community betterment staff provides technical assistance and resource information to help communities assess their needs and then solve those needs. The Missouri Film Commission staff promotes Missouri communities as sites for on-location filming of motion picture, television and commercial productions. Staff supply photographs or video tapes of prospective locations, arrange needed permits, licenses and security and publish a production guide listing Missouri sources for film making. The Missouri Commission on Infrastructure Development Opportunities makes low interest or interest free loans or grants to local political subdivisions and state agencies for the development of the state's infrastructure.

Fiscal Year 1990 Governor's Recommendations

o $253,208 to fully implement HB's 1223 and 1246, the Main Street program, passed by the Second Regular Session of the 84th General Assembly.
o $104,521, including $56,794 in federal funds for pay plan.

ECONOMIC DEVELOPMENT - PROGRAM SECTIONS (Continued)

H.B. Sec. 7.520, 7.525, 7.526, 7.528, 7.530, 7.535, 7.540, 7.541	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Prospect Presentations (In-Depth Research Studies)	154	160	160
Research Projects for Communities and Businesses	203	460	300
Approved New and Expanding Facility Tax Credits (Millions)	$2.8	$6.5	$10.0
Approved Enterprise Zone Tax Credits (Millions)	$4.4	$9.9	$16.5
Approved Neighborhood Assistance Tax Credits (Millions)	$8.75	$8.75	$12.0
Approved Seed Capital Tax Credits (Millions)	$0	$1.5	$3.0
Small Business Calls	393	400	410
Small Business Assistance Information Calls	1,816	3,000	3,200
Economic Programs - Advertising	$ 1,042,028	$ 1,000,000	$ 1,125,000
Research and Marketing	577,105	584,948	531,462
Business Development	757,742	701,491	830,354
German Foreign Office	235,659	250,000	255,750
Japan Foreign Office	427,500	385,000	561,650
Korean Foreign Office	182,570	200,000	224,000
Small Business Development	828,277	1,890,458	2,929,490
Innovation Centers	1,448,750	1,725,000	1,525,000
Community Services	1,034,267	1,245,698	1,603,427
Community Development Block Grants	23,380,294	22,000,000	22,000,000
Missouri Industrial Development Board	5,208,712	350,000	500,000
DIVISIONAL TOTAL	$ 35,122,904	$ 30,332,595	$ 32,086,133
PERSONAL SERVICE			
General Revenue Fund	1,540,142	1,666,042	1,911,695
Federal Funds	460,798	565,910	848,133
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,232,561	5,508,658	6,365,020
Federal Funds	158,908	241,985	336,285
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	5,282,978	350,000	625,000
Federal Funds	23,380,294	22,000,000	22,000,000
Industrial Development and Reserve Fund	178,365	0	0
TOTAL	$ 35,122,904	$ 30,332,595*	$ 32,086,133
General Revenue Fund	11,055,681	7,524,700	8,901,715
Federal Funds	24,000,000	22,807,895	23,184,418
Industrial Development and Reserve Fund	178,365	0	0
Full-time equivalent employees	88.95	94.00	101.50

* Does not include $8,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to implement the Main Street Program authorized by House Bills 1223 and 1246 passed by the Second Regular Session of the 84th General Assembly.

DIVISION OF JOB DEVELOPMENT AND TRAINING

Administration of the federal Job Training Partnership Act (JTPA) is the responsibility of the Division of Job Development and Training in conjunction with the Missouri Job Training Coordinating Council. The division must develop an annual state goals and objectives plan and a state coordination and special services plan for the utilization of federal funds for JTPA training and services throughout Missouri. In addition, the division must develop policies and procedures necessary to ensure service delivery area (SDA) programs comply with JTPA financial and program requirements. JTPA funds are targeted toward the economically disadvantaged, aid to families with dependent children recipients, school dropouts and dislocated workers.

The division also administers the Job Development Fund program to provide state monies to help new or expanding businesses meet their training needs, or existing businesses meet their retraining requirements necessary to remain competitive, and the Distressed Industry Task Force assists local entities in preparing vocational training programs to place workers affected by plant closings in new jobs and provide timely information on the availability of federal and state programs that serve families and communities of the displaced workers.

Fiscal Year 1990 Governor's Recommendations

- $1,000,000 for the job development fund transferred from the Department of Elementary and Secondary Education, Division of Vocational and Adult Education. The Governor also recommends redirecting $1,000,000 from Title III matching funds to the job development fund.
- $75,511 for pay plan.
- $54,355 to implement HB 1034 passed by the Second Regular Session of the 84th General Assembly which integrates junior college job training programs into other existing training programs.

H.B. Sec. 7.545, 7.550, 7.555, 7.557, 7.560	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 1,474,622	$ 1,586,163	$ 1,740,403	$ 1,716,029
JTPA Title II and Title III	45,099,227	69,000,000	69,000,000	69,000,000
Title III State	1,479,034	1,574,592	1,574,592	574,592
Job Development Fund Program	5,403,689	5,000,000	7,000,000	7,000,000
DIVISIONAL TOTAL	$ 53,456,572	$ 77,160,755	$ 79,314,995	$ 78,290,621
PERSONAL SERVICE				
General Revenue Fund	0	0	42,717	42,717
Federal Funds	1,091,401	1,163,415	1,263,300	1,238,926
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	0	11,638	11,638
Federal Funds	383,221	422,748	422,748	422,748
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	3,573,231	6,574,592	8,574,592	7,574,592
Federal Funds	45,099,227	69,000,000	69,000,000	69,000,000
Missouri Job Development Fund	3,309,492	0	0	0
TOTAL	$ 53,456,572	$ 77,160,755*	$ 79,314,995	$ 78,290,621
General Revenue Fund	3,573,231	6,574,592	8,628,947	7,628,947
Federal Funds	46,573,849	70,586,163	70,686,048	70,661,674
Missouri Job Development Fund	3,309,492	0	0	0
Full-time equivalent employees	47.86	52.00	54.00	54.00

* Does not include $15,839 for supplemental funding to implement House Bill 1034 which requires the Department of Economic Development to integrate job training offered by the junior colleges into other existing training programs.

MISSOURI COUNCIL ON THE ARTS

The Missouri Arts Council and its staff sponsor six programs: Program Assistance, Community Arts, Touring, Artists-in-Education, Creative Artists and Public Information. Through Program Assistance, the council awards grants on a matching basis for up to 50 percent of the cost of not-for-profit arts programs throughout Missouri. The Community Arts program awards grants to help local arts councils in non-metropolitan areas of Missouri present arts programs. The Touring program provides technical and financial assistance to local arts organizations for tour dates they book with Missouri visual and performing artists and arts groups. The Artists-in-Education program provides short- and long-term residencies of individual Missouri artists or ensembles in Missouri's elementary schools. The Creative Artists program provides funding to organizations to commission or contract with individual Missouri artists to create works of art for the public. The council's public information services include a bi-monthly newsletter; workshops on preparing applications, touring and business skills for arts administrators; and directories of community arts councils and artists.

Fiscal Year 1990 Governor's Recommendations

o $100,000 for the Local Cultural Arts program.
o $24,234 for pay plan.

H.B. Sec. 7.565, 7.570	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Grant Applications Reviewed	477	575	688
Total Grant Dollars Requested (Millions)	$10.5	$12.0	$12.0
Grant Applications Funded	428	500	550
PERSONAL SERVICE			
General Revenue Fund	$ 223,852	$ 234,019	$ 248,937
Federal Funds	124,419	126,350	135,666
EXPENSE AND EQUIPMENT			
General Revenue Fund	65,588	68,946	68,946
Federal Funds	18,616	18,616	18,616
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	4,130,347	4,610,512	4,710,512
Federal Funds	307,098	374,905	374,905
TOTAL	$ 4,869,920	$ 5,433,348	$ 5,557,582
General Revenue Fund	4,419,787	4,913,477	5,028,395
Federal Funds	450,133	519,871	529,187
Full-time equivalent employees	14.69	15.00	15.00

MISSOURI HOUSING DEVELOPMENT COMMISSION

The Missouri Housing Development Commission issues tax-exempt notes and mortgage revenue bonds, using the proceeds to make low-interest mortgage loans to developers and owners of low and moderate income housing. The lower interest costs are reflected in savings passed on to renters in multi-family developments and to owners of single-family residences. The commission also administers a "Section 8" Rental Assistance program through an annual set-aside from the U.S. Department of Housing and Urban Development (HUD). A payment is made on behalf of low and moderate income families to the landlord, representing the difference between the rent and a percent of the family's monthly income.

Newer programs administered by the commission include the Neighborhood Loan program, the Home Improvement and Weatherization program and the Homeless program. The commission works with neighborhood groups and builders working with neighborhood groups to provide a portion of the commission's reserve fund at interest rates below bank rates for construction loans to revitalize and rehabilitate deteriorating neighborhoods in cities and small communities around the state. The Home Improvement and Weatherization program provides commission funds for loans at favorable interest rates for single family weatherization and home improvements. The Homeless program provides a balance of commission funds to non-profit organizations at no interest to provide shelter for the homeless and also provides some HUD Section 8 certificates and vouchers for homeless shelter.

Fiscal Year 1990 Governor's Recommendations

o $45,216 for one deputy director to organize an Affordable Housing Division.
o $101,329 for pay plan.

H.B. Sec. 7.575	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
FHA Multi-Family Units Financed	20,336	20,500	21,000
Single-Family Homes Financed	23,000	26,368	27,038
Section 8 Units Administered	5,000	5,000	5,000
General Revenue Fund	$ 1,261,603	$ 1,661,588	$ 1,808,133
Full-time equivalent employees	52.21	71.00	72.00

DIVISION OF TOURISM

The Division of Tourism promotes Missouri's tourist attractions with direct media campaigns, vacation guides and public relations efforts. It also operates six tourism information centers at key entry points throughout the state and one located in the Truman State Office Building in Jefferson City, Missouri.

Fiscal Year 1990 Governor's Recommendations

- $500,000 for advertising activities.
- $40,572 for pay plan.
- ($50,000) core reduction for one-time expenses for the Bicentennial activities.

H.B. Sec. 7.580, 7.585	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Dollars Spent by Travelers (Billions)	$5.5	$5.8	$6.1
Visitors to Information Centers	785,000	825,000	865,000
Pieces of Literature Distributed	2,350,000	2,450,000	2,600,000
PERSONAL SERVICE			
General Revenue Fund	$ 662,644	$ 645,763	$ 686,335
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,437,032	5,085,235	5,535,235
Tourism Marketing Fund	0	15,000	15,000
TOTAL	$ 5,099,676	$ 5,745,998	$ 6,236,570
General Revenue Fund	5,099,676	5,730,998	6,221,570
Tourism Marketing Fund	0	15,000	15,000
Full-time equivalent employees	39.02	36.00	36.00

DEPARTMENT OF ECONOMIC DEVELOPMENT
REGULATORY PROGRAMS

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Division of Credit Unions	$ 435,143	$ 469,904	$ 538,432	$ 496,258
Division of Savings and Loan	458,161	488,878	580,859	512,363
Division of Finance	3,954,925	4,080,410	4,349,123	4,330,293
Division of Insurance	1,694,581	2,019,677	2,506,230	2,107,670
Division of Transportation	2,784,524	3,068,122	3,465,590	3,157,567
Office of Public Counsel	545,024	591,417	624,044	587,832
Public Service Commission	6,175,938	7,219,095	8,003,281	7,656,217
DIVISIONAL TOTAL	$ 16,048,296	$ 17,937,503	$ 20,067,559	$ 18,848,200
PERSONAL SERVICE				
General Revenue Fund	$ 5,746,771	$ 6,160,893	$ 7,006,799	$ 6,542,193
Federal Funds	124,151	126,930	130,024	131,118
Insurance Continuing Education Trust Fund	0	0	77,600	77,600
Public Service Commission Fund	4,854,902	5,342,365	6,019,187	5,757,131
Highway Department Fund	1,671,212	1,743,904	1,811,020	1,816,745
Railroad Expense Fund	230,599	239,596	244,761	246,805
Insurance Examiners Sick Leave Fund	19,777	36,000	36,720	36,720
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,291,181	1,404,143	1,741,353	1,301,143
Federal Funds	37,093	80,768	121,463	121,463
Insurance Continuing Education Trust Fund	0	0	32,664	32,664
Public Service Commission Fund	1,162,852	1,706,369	1,771,643	1,718,083
Highway Department Fund	409,184	391,528	391,528	391,528
Railroad Expense Fund	54,947	80,007	50,007	50,007
PROGRAM SPECIFIC DISTRIBUTION				
Grade Crossing Fund	430,707	600,000	600,000	600,000
Highway Department Fund	14,920	25,000	32,790	25,000
TOTAL	$ 16,048,296	$ 17,937,503	$ 20,067,559	$ 18,848,200
General Revenue Fund	7,037,952	7,565,036	8,748,152	7,843,336
Federal Funds	161,244	207,698	251,487	252,581
Insurance Continuing Education Trust Fund	0	0	110,264	110,264
Public Service Commission Fund	6,017,754	7,048,734	7,790,830	7,475,214
Grade Crossing Fund	430,707	600,000	600,000	600,000
Highway Department Fund	2,095,316	2,160,432	2,235,338	2,233,273
Railroad Expense Fund	285,546	319,603	294,768	296,812
Insurance Examiners Sick Leave Fund	19,777	36,000	36,720	36,720
Full-time equivalent employees	483.48	510.40	536.65	517.65

DIVISION OF CREDIT UNIONS

The Division of Credit Unions is statutorily responsible for the examination, supervision and regulation of all state-chartered credit unions to determine the financial condition and management practices of each credit union and to correct unsound practices or violations of law or regulation.

Fiscal Year 1990 Governor's Recommendations

o $26,354 for pay plan.

H.B. Sec. 7.590	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Credit Unions Examined and Supervised	265	253	243
Liquidations and Mergers Supervised	14	12	10
Call-Back Examinations and On-Site Supervisor/Contacts	211	225	235
Mergers Approved	9	10	10
Percentage of Total Deposits Insured	100%	100%	100%
Consumer Inquiries and/or Complaints Investigated	200	220	230
Credit Union Inquiries, Bylaw Amendments, Resolutions, etc. Processed	460	460	600
Personal Service	$ 365,580	$ 393,218	$ 419,572
Expense and Equipment	69,563	76,686	76,686
TOTAL			
General Revenue Fund	$ 435,143	$ 469,904	$ 496,258
Full-time equivalent employees	14.95	15.00	15.00

DIVISION OF SAVINGS AND LOAN

The division ascertains the financial stability of state-regulated savings and loan associations through annual examinations of records and audits and charters new associations, approves branch offices and investigates complaints.

Fiscal Year 1990 Governor's Recommendations

o $23,485 for pay plan.

H.B. Sec. 7.650	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Associations to be Examined	54	52	51
Savings and Loan Assets to be Examined (Billions)	$10.35	$10.38	$10.55
Facility Applications Processed	22	26	26
Personal Service	$ 353,829	$ 372,365	$ 395,850
Expense and Equipment	104,332	116,513	116,513
TOTAL			
General Revenue Fund	$ 458,161	$ 488,878	$ 512,363
Full-time equivalent employees	12.47	13.00	13.00

DIVISION OF FINANCE

The Division of Finance has regulatory oversight authority of activities involving state-chartered banks and trust companies. The division is also responsible for licensing and regulating small loan offices, motor vehicle offices, financial institution offices, companies engaged exclusively in second mortgage lending, premium finance companies and companies selling money orders.

Fiscal Year 1990 Governor's Recommendations

o $249,883 for pay plan.

H.B. Sec. 7.595	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Banks to be Examined	493	495	498
Bank Examinations Conducted Solely by State Examiners	429	404	418
Active Trust Companies and Departments	83	88	90
Trust Examinations by State Examiners	78	76	80
Cost per $1,000 of Bank Assets (cents)	21.7	21.0	20.9
Consumer Credit Offices Examined	291	300	310
Personal Service	$ 3,294,386	$ 3,420,208	$ 3,670,091
Expense and Equipment	660,539	660,202	660,202
TOTAL General Revenue Fund	$ 3,954,925	$ 4,080,410	$ 4,330,293
Full-time equivalent employees	122.04	126.15	126.15

DIVISION OF INSURANCE

The Division of Insurance enforces all laws relating to the insurance business in Missouri, ensures the solvency of the industry, bills premium taxes, investigates consumer complaints and monitors the insurance practices of companies, agents, agencies and brokers.

Fiscal Year 1990 Governor's Recommendations

- o $110,264, Insurance Continuing Education Trust Fund, for four staff to implement SB 430, Continuing Education of Brokers and Agents, passed by the Second Regular Session of the 84th General Assembly.
- o $65,528 for pay plan.
- o ($87,799) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.600	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Companies Assessed Premium Taxes	2,421	2,500	2,500
Consumer Inquiries	40,000	42,000	45,000
Complaints Processed	8,000	8,500	9,000
Monies Recovered for Insureds (millions)	$5.5	$6.0	$6.5
Agent Licenses Issued	11,266	11,900	12,500
Companies Examined (Financial and Market Conduct)	65	85	85
Number of Claims Received - Products Liability	2,400	2,500	2,500
Number of Claims Received - Medical Malpractice	1,800	1,900	1,950
PERSONAL SERVICE			
General Revenue Fund	$ 1,361,574	$ 1,571,768	$ 1,625,492
Federal Funds	27,353	28,482	29,767
Insurance Continuing Education Trust Fund	0	0	77,600
Insurance Examiners Sick Leave Fund	19,777	36,000	36,720E
EXPENSE AND EQUIPMENT			
General Revenue Fund	283,125	362,659	284,659
Federal Funds	2,752	20,768	20,768
Insurance Continuing Education Trust Fund	0	0	32,664
TOTAL	$ 1,694,581	$ 2,019,677	$ 2,107,670
General Revenue Fund	1,644,699	1,934,427	1,910,151
Federal Funds	30,105	49,250	50,535
Insurance Continuing Education Trust Fund	0	0	110,264
Insurance Examiners Sick Leave Fund	19,777	36,000	36,720
Full-time equivalent employees	72.85	77.50	81.50

DIVISION OF TRANSPORTATION

The Division of Transportation includes six sections: office of the director, transportation services, enforcement, railroad safety, rates, research and audits and records. Primary duties include issuance of certificates of operating authority to transportation companies, enforcement of statutory insurance and safety requirements, monitoring railroad rates, services and safety and analyzing economic, financial and operations factors affecting the transportation industry. Three administrative law judges serving staggered six-year terms may individually or en banc exercise the quasi-judicial authority previously exercised by the Public Service Commission in transportation cases.

Fiscal Year 1990 Governor's Recommendations

- o $65,695 in federal funds for a project concerning hazardous waste material transportation and safety enforcement equipment.
- o $78,750 for pay plan.
- o ($55,000) core reduction for one-time purchase of a vehicle and safety equipment.

H.B. Sec. 7.605	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
Federal Funds	$ 96,798	$ 98,448	$ 101,351
Highway Department Fund	1,534,086	1,600,822	1,669,460
Railroad Expense Fund	230,599	239,596	246,805
EXPENSE AND EQUIPMENT			
Federal Funds	34,341	60,000	100,695
Highway Department Fund	388,126	364,249	364,249
Railroad Expense Fund	54,947	80,007	50,007
TOTAL	$ 2,338,897	$ 2,443,122	$ 2,545,567
Federal Funds	131,139	158,448	202,046
Highway Department Fund	1,922,212	1,965,071	2,046,709
Railroad Expense Fund	285,546	319,603	296,812
Full-time equivalent employees	75.27	77.00	77.00

DIVISION OF TRANSPORTATION, GRADE CROSSING FUND

The grade crossing fund receives revenue from a tax on railroad car rentals which is used to defray ten percent of local governments' expenditures for gates and electric signals at railroad crossings. The remaining 90 percent is paid from the Department of Highways and Transportation's federal funds.

Fiscal Year 1990 Governor's Recommendations

Continue funding at current level.

H.B. Sec. 7.610	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Grade Crossing Gate and Signal Installations Authorized	40	57	37
Grade Crossing Gate and Signal Installations Completed	25	53	38
Grade Crossing Fund	$ 430,707	$ 600,000E	$ 600,000E

REFUNDS FOR TRANSPORTATION LICENSES

Transportation licenses are sold in quantity to motor carriers. Because fleet sizes are constantly changing, some carriers overestimate the number of licenses required. The license refunds compensate for overpayments.

Fiscal Year 1990 Governor's Recommendations

o ($13,000) reduction due to a decrease in fees charged for licenses.

H.B. Sec. 7.615	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Licenses Refunded	1,328	2,500	2,500
Highway Department Fund	$ 14,920	$ 25,000E	$ 12,000E

OFFICE OF THE PUBLIC COUNSEL

The Office of the Public Counsel is involved in the legal, accounting, financial and economic aspects of utility ratemaking and regulation. The lawyers and technical staff analyze utility rate increase requests to advocate consumer rights in testimony and cross-examination.

Fiscal Year 1990 Governor's Recommendations

- o $21,415 for pay plan.
- o ($25,000) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.620	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Utility Cases Filed With The PSC	293	320	340
PSC Cases Participated In	114	136	155
Rate Increase Cases Filed With PSC	17	19	20
PSC Cases Filed Testimony In	12	14	16
Total Court Cases Involving Public Counsel	17	18	18
Personal Service	$ 371,402	$ 403,334	$ 424,749
Expense and Equipment	173,622	188,083	163,083
TOTAL			
General Revenue Fund	$ 545,024	$ 591,417	$ 587,832
Full-time equivalent employees	13.30	14.00	14.00

PUBLIC SERVICE COMMISSION

The Public Service Commission regulates the rates, finances, safety and quality of service of private investor-owned telephone, gas, electric, water and sewer utilities and the safety of rural electric cooperatives. The commission is divided into five divisions: Executive, Office of the Secretary, General Counsel, Utility and Mobile Homes.

The Executive Division is responsible for the legal and administrative activities supporting the commission's statutory responsibilities, including budgetary and personnel matters, hearing cases and issuing reports and orders.

The Office of the Secretary is responsible for internal operational functions related to purchasing, monitoring all expenditures made from appropriations, preparing annual assessments of regulated utility companies and preparing news releases. The Office of the Secretary also files all commission administrative rules with the Secretary of State, reports official hearings and files and distributes all commission orders, reports, maps and documents while assisting the commission with various interagency and legislative activities.

The General Counsel assists the commission in pending issues through preparation and presentation of expert testimony and exhibits, cross-examination in administrative hearings held before the commission, in all courts and appellate cases involving utilities and defense in legal actions taken against the commission. The General Counsel also represents the commission in all proceedings before the Federal Energy Regulatory Commission, the Federal Communications Commission and the Nuclear Regulatory Commission. The General Counsel also drafts rules and procedures of the commission and commission-sponsored legislation.

The Utility Division consists of four sections: accounting, research and analysis, operations, and administration and federal affairs. The accounting section advises and testifies before the commission on rate cases, performs field compliance audits, and reviews annual reports and operational surveillance reports.

PUBLIC SERVICE COMMISSION (Continued)

The research and analysis section provides analyses on administration, economics, conservation and technical aspects of the utilities and telecommunications companies. The operations section provides analyses on utility construction, operation, safety, capacity expansion, quality of services, tariff review, rate design and handles consumer complaints. The administrative and federal affairs section is responsible for the budget, grants, contracts and personnel and policy issues for the Utility Division. The section also responds for the commission to federal developments and assists in the preparation of commission-sponsored legislation.

The Mobile Homes Division inspects dealer lots and manufacturing facilities to ensure that construction standards and equipment are in compliance with federal standards and state law.

Fiscal Year 1990 Governor's Recommendations

- o $339,058 for pay plan, including $328,416 in PSC funds.
- o ($27,000) core reduction of one-time purchase of vehicles.
- o $79,491 in PSC funds for two regulatory auditors in the Utility Division.
- o $15,480 in PSC funds for increased Washington travel by attorneys in the General Counsel's office.
- o $30,093 in PSC funds for one secretary and .25 attorney in the General Counsel's office.

H.B. Sec. 7.625, 7.630, 7.635, 7.640, 7.645	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Number of Regulated Utility Companies	239	245	251	251
Utility Rate and Compliance Audits	45	47	48	48
Review of Annual Reports	215	225	225	225
Electric and Gas Tariff Filings	161	173	180	180
Telephone Tariff Filings	296	310	325	325
Utility Orders Issued	702	750	800	800
Transcript Pages Filed	7,233	8,000	9,000	9,000
Federal Dockets (Courts and Agencies)	158	165	190	190
Executive Division	$ 870,324	$ 982,864	$ 1,056,972	$ 1,037,909
Office of the Secretary	623,675	685,201	688,865	682,147
General Counsel	457,618	576,602	681,337	657,872
Utility Division	4,066,137	4,804,067	5,363,656	5,097,286
Mobile Homes Division	158,184	170,361	212,451	181,003
DIVISIONAL TOTAL	$ 6,175,938	$ 7,219,095	$ 8,003,281	$ 7,656,217
PERSONAL SERVICE				
General Revenue Fund	0	0	11,238	6,439
Public Service Commission Fund	4,854,902	5,342,365	6,019,187	5,757,131
Highway Department Fund	137,126	143,082	145,944	147,285
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	0	20,200	0
Public Service Commission Fund	1,162,852	1,706,369	1,771,643	1,718,083
Highway Department Fund	21,058	27,279	27,279	27,279
PROGRAM SPECIFIC DISTRIBUTION				
Highway Department Fund	0	0	7,790	0
TOTAL	$ 6,175,938	$ 7,219,095	$ 8,003,281	$ 7,656,217
General Revenue Fund	0	0	31,438	6,439
Public Service Commission Fund	6,017,754	7,048,734	7,790,830	7,475,214
Highway Department Fund	158,184	170,361	181,013	174,564
Full-time equivalent employees	172.60	187.75	193.00	191.00

DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION

FINANCIAL SUMMARY

7.660, 7.670, 7.675, 7.680, 7.685, 7.690, 7.695, 7.700, 7.705, 7.710, 7.715, 7.720, 7.725, 7.730, 7.735, H.B. Sec. 7.740, 7.745, 7.750, 7.755, 7.760, 7.765	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 790,805	$ 840,746	$ 837,339	$ 780,412
State Board of Accountancy	437,642	463,169	488,896	490,027
Office of Athletics	60,888	65,792	69,702	70,232
State Board of Architects, Professional Engineers and Land Surveyors	359,450	436,171	397,133	398,337
State Board of Barber Examiners	95,897	109,721	112,037	112,525
State Board of Chiropractic Examiners	142,547	147,290	184,827	185,431
State Board of Cosmetology	483,377	508,450	522,907	525,118
Missouri Dental Board	397,532	462,779	442,753	441,781
State Board of Embalmers and Funeral Directors	200,764	197,032	254,843	255,363
State Board of Registration for the Healing Arts	916,001	1,189,805	1,214,832	1,216,600
Committee of Psychologists	60,781	96,320	113,084	113,287
Council for Hearing Aid Dealers and Fitters	26,451	21,249	27,316	27,419
State Board of Nursing	428,385	568,652	686,718	685,875
State Board of Optometry	48,170	63,103	61,307	61,307
State Board of Pharmacy	370,255	415,770	418,936	420,454
State Board of Podiatry	12,433	16,918	20,965	20,932
Missouri Real Estate Commission	581,620	614,726	676,718	662,143
Missouri Veterinary Medical Board	58,301	60,928	67,652	68,022
Office of Employment Agencies	15,310	21,576	33,855	16,122
Committee for Professional Counselors	73,394	93,424	112,824	113,494
Missouri Motor Vehicle Commission	0	0	159,184	159,184
DIVISIONAL TOTAL	$ 5,560,003	$ 6,393,621	$ 6,903,828	$ 6,824,065
PERSONAL SERVICE				
General Revenue Fund	20,276	22,841	107,179	62,616
Board Funds	2,608,784	3,049,565	3,318,609	3,352,336
Professional Registration Fees Fund	594,219	609,715	522,273	524,731
EXPENSE AND EQUIPMENT				
General Revenue Fund	29,246	29,088	122,095	62,490
Board Funds	2,118,653	2,460,485	2,589,493	2,579,729
Professional Registration Fees Fund	181,987	212,267	234,519	232,503
PROGRAM SPECIFIC DISTRIBUTION				
Professional Registration Fees Fund	6,838	9,660	9,660	9,660E
TOTAL	$ 5,560,003	$ 6,393,621*	$ 6,903,828	$ 6,824,065
General Revenue Fund	49,522	51,929	229,274	125,106
Board Funds	4,727,437	5,510,050	5,908,602	5,932,065
Professional Registration Fees Fund	783,044	831,642	766,452	766,894
Full-time equivalent employees	180.61	170.13	175.37	175.07

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* Does not include $154,976 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations. The recommendation includes funds to cover professional services, distribution of the generic drug list and staff for the new Motor Vehicle Commission.

DIVISION OF PROFESSIONAL REGISTRATION (Continued)

The Division of Professional Registration provides support services to 20 boards, commissions, councils, or commissions. Each conducts professional examinations, licenses qualified individuals, promotes legislation, publishes rules and regulations, and investigates complaints of misconduct of licensed members.

Fiscal Year 1990 Governor's Recommendations

Administration

- o $23,665 for pay plan.
- o $69,600 in professional registration fees fund for microfilming old records and leasing a telephone system.
- o $4,414 for distribution of the generic drug list.
- o ($190,921) and five positions transferred to the State Board of Nursing, the Committee for Professional Counselors and the Committee of Psychologists.
- o $5,908 and a part-time position transferred from the Office of Employment Agencies.
- o $27,000 in professional registration fees fund for replacement vehicles.

State Board of Accountancy

- o $6,998 in Board funds for pay plan.
- o $4,300 in Board funds to implement HB 1573 passed by the Second Regular Session of the 84th General Assembly.
- o $15,560 in Board funds to cover increased legal consultant fees.

Office of Athletics

- o $2,676 for pay plan.
- o $2,700 for printing new rules and regulations.
- o ($936) reduction from the Fiscal Year 1989 appropriation level to bring the appropriation in line with expenditures.

State Board of Architects, Professional Engineers and Land Surveyors

- o $8,112 in Board funds for pay plan.
- o ($40,000) reduction for one-time purchase of professional services.
- o ($5,946) core reduction from the Fiscal Year 1989 appropriation level to bring the appropriation in line with expenditures.

State Board of Barber Examiners

- o $2,804 in Board funds for pay plan.

State Board of Chiropractic Examiners

- o $3,341 in Board funds for pay plan.
- o $34,800 in Board funds for increased legal, expert witness fees and investigatory services.

State Board of Cosmetology

- o $14,168 in Board funds for pay plan.
- o $2,500 in Board funds for the costs of additional Board meetings.

Missouri Dental Board

- o $11,002 in Board funds for pay plan.
- o ($27,000) core reduction for one-time purchase of vehicles.
- o ($5,000) core reduction from the Fiscal Year 1989 appropriation level to bring the appropriation in line with expenditures.

DIVISION OF PROFESSIONAL REGISTRATION (Continued)

State Board of Embalmers and Funeral Directors

- $6,451 in Board funds for pay plan.
- $5,440 in Board funds for additional travel expenses.
- $50,000 transferred from Professional Registration Administration in operation expense.
- ($3,560) transferred to the State Board of Podiatry.

State Board of Registration for the Healing Arts

- $31,244 in Board funds for pay plan.
- $5,000 in Board funds for the costs of additional Board meetings and membership fees.
- $106,785 in Board funds for staff training, printing rules and regulations and professional services.
- ($126,334) core reduction of Board funds for one-time expenses and purchases.
- $10,100 in Board funds for a replacement vehicle.

Committee of Psychologists

- $1,189 for pay plan.
- $15,778 and one part-time position transferred from Professional Registration Administration.

Council for Hearing Aid Dealers and Fitters

- $720 for pay plan.
- $5,450 for printing rules and regulations and the cost of additional board meetings.

State Board of Nursing

- $19,760 in Board funds for pay plan.
- $4,500 in Board funds for an additional Board meeting as required by HB 1573.
- ($16,400) core reduction of Board funds for one-time purchase of professional services.
- $109,363 and four positions transferred from Professional Registration Administration.

State Board of Optometry

- $973 in Board funds for pay plan.
- $2,231 in Board funds for increased salaries of Board members.
- ($5,000) core reduction from the Fiscal Year 1989 appropriation level to bring the appropriation in line with expenditures.

State Board of Pharmacy

- $11,287 in Board funds for pay plan.
- ($16,703) reduction for one-time expenses in Fiscal Year 1989.
- $10,100 in Board funds for a replacement vehicle.

State Board of Podiatry

- $454 in Board funds for pay plan.
- $3,560 transferred from the Board of Embalmers and Funeral Home Directors.

Missouri Real Estate Commission

- $20,319 in Board funds for pay plan.
- $5,400 in Board funds to implement HB 1573 which requires additional Board meetings.
- ($18,000) core reduction of Board funds for a one-time purchase of vehicles.
- $19,498 for printing rules and regulation.
- $20,200 in Board funds for replacement vehicles.

DIVISION OF PROFESSIONAL REGISTRATION (Continued)

Missouri Veterinary Medical Board

- o $1,714 in Board funds for pay plan.
- o $5,380 in Board funds for additional travel, a fireproof file cabinet, implementation of HB 1573 and printing rules and regulations.

Office of Employment Agencies

- o $454 for pay plan.
- o ($5,908) and one position transferred to Professional Registration Administration.

Committee for Professional Counselors

- o $4,290 for pay plan.
- o $15,780 and one part-time position transferred from Professional Registration Administration.

Missouri Motor Vehicle Commission

- o $159,184, including $91,137 in Board funds, and five staff to implement HB 1512 passed by the Second Regular Session of the 84th General Assembly which establishes the Motor Vehicle Commission.

Transfer of Funds to the Professional Registration Fees Fund

Section 620.010 RSMo requires each board to transfer funds to the professional registration fees fund to be appropriated to professional registration administration to reimburse costs for services rendered.

H.B. Sec. 7.665	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Board of Accountancy Fund	$ 42,627	$ 13,000	$ 53,051E
Athletic Fund	7,849	565	14,992E
Board of Architects, Professional Engineers, Land Surveyors Fund	170,617	123,763	74,964E
Board of Barber Examiners Fund	12,742	12,145	16,747E
Board of Chiropractic Examiners Fund	18,119	5,584	21,264E
Board of Cosmetology Fund	190,269	133,522	168,587E
Dental Board Fund	17,820	4,084	19,366E
Board of Embalmers and Funeral Directors Fund	54,768	0	34,259E
Board of Registration for the Healing Arts Fund	87,409	60,614	71,464E
Board of Nursing Fund	307,780	327,467	193,573E
Optometry Fund	0	0	6,631E
Board of Pharmacy Fund	56,441	18,265	24,616E
Board of Podiatry Fund	0	5,330	3,686E
Real Estate Commission Fund	69,363	93,226	161,252E
Veterinary Medical Board Fund	21,419	8,125	15,873E
Committee of Professional Counselors Fund	0	5,815	726E
Motor Vehicle Commission Fund	0	0	17,013E
TOTAL	$ 1,057,223	$ 811,505*	$ 898,064E

* Does not include $112,514 recommended in Fiscal Year 1989 Emergency and Supplemental Appropriations for operational expenses incurred by the Committee of Psychologists and to cover cost of pre-need exam for Embalmers and Funeral Home Directors.

DIVISION OF PROFESSIONAL REGISTRATION (Continued)

Transfer of Funds to General Revenue Fund

Section 620.010 RSMo requires each board to reimburse the State Auditor, Attorney General, Administrative Hearing Commission, Secretary of State and Division of Management Information System, Department of Economic Development for all services rendered.

H.B. Sec. 7.765	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Board of Accountancy Fund	$ 33,676	$ 44,143	$ 75,636E
Athletic Fund	11,744	8,807	12,130E
Board of Architects, Professional Engineers, Land Surveyors Fund	0	123,763	58,909E
Board of Barber Examiners Fund	11,300	9,153	12,423E
Board of Chiropractic Examiners Fund	22,076	18,276	12,514E
Board of Cosmetology Fund	129,115	63,578	70,146E
Dental Board Fund	47,562	46,626	54,653E
Board of Embalmers and Funeral Directors Fund	36,280	37,935	31,628E
Board of Registration for the Healing Arts Fund	0	81,137	209,716E
Board of Nursing Fund	140,936	109,075	122,859E
Optometry Fund	16,508	13,014	14,799E
Board of Pharmacy Fund	82,339	69,851	96,068E
Board of Podiatry Fund	13,141	13,791	11,805E
Real Estate Commission Fund	122,052	189,808	161,011E
Veterinary Medical Board Fund	14,208	8,512	48,870E
Committee on Professional Counselors Fund	0	7,804	34,703E
Motor Vehicle Commission Fund	0	0	133,886E
TOTAL	$ 680,937	$ 758,386	$ 1,118,708E

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Departmental Administration	$ 569,197	$ 645,379	$ 748,954	$ 724,515
Division of Labor Standards	1,033,154	1,509,791	1,558,274	1,568,270
State Board of Mediation	96,153	103,150	104,949	105,708
Division of Workers' Compensation	17,587,330	20,097,100	20,605,276	20,397,385
Division of Employment Security	53,010,068	78,581,403	82,351,881	84,076,208
Governor's Committee on Employment of the Handicapped	214,672	250,021	231,669	220,980
Commission on Human Rights	974,900	1,169,399	1,625,712	1,226,414
DEPARTMENTAL TOTAL	$ 73,485,474	$ 102,356,243	$ 107,226,715	$ 108,319,480
General Revenue Fund	1,990,903	2,255,298	2,764,959	2,344,557
Federal Funds	53,962,530	76,366,719	80,182,414	81,909,485
Workers' Compensation Fund	3,997,679	4,507,436	5,050,175	5,016,295
Second Injury Fund	11,866,056	13,626,980	13,626,980	13,449,980
Crime Victims' Compensation Fund	1,646,434	1,748,256	1,750,633	1,747,609
Special Employment Security Fund	21,872	3,851,554	3,851,554	3,851,554
Full-time equivalent employees	1,854.66	2,539.35	2,554.10	2,543.70

POLICY SUMMARY

The primary goal of the Department of Labor and Industrial Relations is individual economic stability and advancement for Missouri citizens. The Governor's Fiscal Year 1990 budget recommendations for the department total $108,319,480. These funds will maintain existing programs, facilitate departmental computer modernization and support additional program responsibilities mandated by legislation.

The Fiscal Year 1990 budget includes an appropriation of $2,000,000 in federal funds which is an increase of $1,500,000 for services to dislocated workers. Due to federal legislation affecting the Trade Adjustment Assistance Program, the Department of Labor and Industrial Relations is now responsible for securing training in addition to job search and relocation services to workers affected by foreign imports.

The Governor's recommendation for Fiscal Year 1990 includes $1,350,000 in federal funds to purchase data processing equipment which will replace a manual filing system for employer unemployment insurance benefit tax forms and correspondence. This system also processes prevailing wage information as well as other Labor Standards files, streamlines the adjustment and collection on employee accounts and provides storage space for future files.

HB 1244, passed by the Second Regular Session of the 84th General Assembly, enacted a surcharge on workers' compensation insurance policies to finance the Second Injury Fund. It is anticipated that this surcharge will generate between $15 million and $20 million annually to support the Second Injury Fund. The Governor recommends funding for one clerk typist to assist in monitoring the assessment, collection and deposit of these surcharges. The recommendation includes funds for one clerk steno to support four administrative law judges in the Kansas City Workers' Compensation office.

The Labor and Industrial Relations Commission has statutory responsibility for the administration of departmental programs. The Governor's recommendation includes $58,428 for one counsel and part-time secretarial support for the Commission, one vehicle, and advanced data processing training for the Commission's systems administrators.

DEPARTMENTAL ADMINISTRATION

Departmental administration includes the Labor and Industrial Relations Commission and the director of the department. In addition to the overall supervision of the department, the Commission reviews all appeals from decisions and awards in workers' compensation, unemployment compensation, and prevailing wage cases. The Commission also holds hearings and renders written opinions pursuant to the provisions of the Missouri Administrative Procedure Act. The Commission's judgements are subject to review by the judiciary.

Fiscal Year 1990 Governor's Recommendations

- o $41,540 in federal and workers' compensation funds for one counsel and .6 clerical staff to address a backlog of Workers' Compensation and Unemployment Benefit appeals.
- o $10,100, including $6,800 in workers' compensation funds, for one vehicle to replace an existing vehicle.
- o $6,788 for advanced data processing training for Commission's systems administrators in federal and workers' compensation funds.
- o $38,235 for pay plan, including $5,413 in general revenue.
- o ($14,327) in core reductions for one-time vehicle and equipment purchase, including $12,352 in federal funds and $1,480 in workers' compensation.
- o ($3,200) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.800, 7.805	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Appeals to Court	172	200	240
PERSONAL SERVICE			
General Revenue Fund	$ 94,096	$ 124,003	$ 133,380
Federal Funds	178,147	188,308	224,062
Workers' Compensation Fund	192,550	196,467	230,001
Crime Victims' Compensation Fund	18,226	19,575	20,685
EXPENSE AND EQUIPMENT			
General Revenue Fund	27,283	31,919	31,440
Federal Funds	37,979	51,733	48,490
Workers' Compensation Fund	20,916	33,374	36,457
TOTAL	$ 569,197	$ 645,379	$ 724,515
General Revenue Fund	121,379	155,922	164,877
Federal Funds	216,126	240,041	272,552
Workers' Compensation Fund	213,466	229,841	266,401
Crime Victims' Compensation Fund	18,226	19,575	20,685
Full-time equivalent employees	13.84	15.00	16.60

DIVISION OF LABOR STANDARDS

State statutes require the Division of Labor Standards to assure the safety and health of Missouri workers in businesses, industries, and mines. To reduce deaths or disabling injuries, staff members conduct regular and special on-site inspections of all businesses, industries, and commercial mines or caves. To ensure compliance with statutory provisions governing wage rates for public works projects, the Division periodically surveys prevailing wage rates for laborers, mechanics, and other workers employed in the construction industry. The Division conducts on-site inspections to assure compliance with the state child labor statutes and the licensing and operating requirements for theatrical booking agencies. The Division also provides training seminars for mine operators and miners. All miners, whether surface or underground, are required by federal law to have a minimum number of hours in training before they can enter the mines. The Division provides special on-site business and industrial facility surveys by qualified professional consultants to identify hazards and recommend means for eliminating them. Private employers are not charged for this service and no fines or citations are issued when hazards are identified. The Division only performs these surveys after receiving specific requests from private employers.

Fiscal Year 1990 Governor's Recommendations

- $3,686 for maintenance of the data processing system.
- $62,689 for pay plan.
- ($2,136) in core reductions for one-time moving expenses.
- ($5,760) in core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 7.810, 7.815, 7.820	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Prevailing Wage Determinations	3,083	5,000	6,000
PERSONAL SERVICE			
General Revenue Fund	$ 561,081	$ 601,509	$ 638,033
Federal Funds	242,178	435,174	460,458
EXPENSE AND EQUIPMENT			
General Revenue Fund	142,636	149,933	146,604
Federal Funds	87,259	223,175	223,175
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	100,000	100,000
TOTAL	$ 1,033,154	$ 1,509,791	$ 1,568,270
General Revenue Fund	703,717	751,442	784,637
Federal Funds	329,437	758,349	783,633
Full-time equivalent employees	35.24	46.60	46.60

STATE BOARD OF MEDIATION

State law authorizes the Board of Mediation to mediate labor disputes in public utilities so that utility employers and their union employees can settle such disputes peacefully without strikes or lockouts. If the Board's direct mediation fails to settle the dispute, it may appoint a public hearing panel to hear the dispute again and prepare a report and recommendations to the parties and the Governor for settlement. The Board also permits representatives from management and labor in the public sector to come together in a forum where bargaining disputes may be heard impartially and equitably. In addition, public employees are permitted the right to vote for or against unionization through elections. The Board is responsible for conducting and certifying the results of each election, and determining the majority representative status of public sector bargaining units.

Fiscal Year 1990 Governor's Recommendations

o $2,985 for pay plan.
o ($427) in core reductions for one-time moving expenses.

H.B. Sec. 7.825	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Cases Handled	24	27	27
Personal Service	$ 70,488	$ 75,916	$ 78,901
Expense and Equipment	25,665	27,234	26,807
TOTAL			
General Revenue Fund	$ 96,153	$ 103,150	$ 105,708
Full-time equivalent employees	3.02	3.00	3.00

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF WORKERS' COMPENSATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Administration	$ 3,889,811	$ 4,438,752	$ 4,916,037
Second Injury Fund	11,866,056	13,626,980	13,449,980
Crime Victims' Compensation Fund	1,831,463	2,031,368	2,031,368
DIVISIONAL TOTAL	$ 17,587,330	$ 20,097,100	$ 20,397,385
PERSONAL SERVICE			
Federal Funds	40,766	53,142	59,885
Workers' Compensation Fund	3,034,595	3,512,867	3,772,130
Crime Victims' Compensation Fund	39,734	55,601	56,556
EXPENSE AND EQUIPMENT			
Federal Funds	13,629	37,702	37,702
Workers' Compensation Fund	749,618	764,728	977,764
Second Injury Fund	58,360	177,000	177,000
Crime Victims' Compensation Fund	11,469	14,712	12,000
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	254,458	210,000	373,000
Second Injury Fund	11,807,696	13,272,980	13,272,980
Crime Victims' Compensation Fund	1,577,005	1,658,368	1,658,368
TOTAL	$ 17,587,330	$ 20,097,100	$ 20,397,385
Federal Funds	308,853	463,844	470,587
Workers' Compensation Fund	3,784,213	4,277,595	4,749,894
Second Injury Fund	11,866,056	13,626,980	13,449,980
Crime Victims' Compensation Fund	1,628,208	1,728,681	1,726,924
Full-time equivalent employees	115.08	128.00	131.75

ADMINISTRATION

The Division of Workers' Compensation processes all reports of job-related injuries and formal complaints filed under the Workers' Compensation Act. The Division also adjudicates disputed claims, supervises the rehabilitation of seriously injured workers, provides statistics to federal agencies for developing programs to reduce job-related injuries, and investigates and approves applications by employers for self-insurance while maintaining a current analysis of those employers' ability to maintain their self-insurers' rights. The Division also administers the Crime Victims' Compensation program.

Fiscal Year 1990 Governor's Recommendations

- o $284,474 in workers' compensation funds for two maintenance staff and related expense for the new central office building and for cost of additional rental space in Springfield.
- o $30,960 in workers' compensation funds for one clerk steno to support administrative law judges in Kansas City and one clerk typist to assist processing of the surcharges which finance the second injury fund.
- o $189,165 for pay plan in workers' compensation and federal funds.
- o ($27,314) in core reductions for one-time moving expenses and phone installation in workers' compensation funds.

H.B. Sec. 7.830	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Reports of Injuries	182,628	185,000	187,000
Claims for Compensation	18,174	18,500	19,000
Formal Dismissal of Claims	3,826	3,500	3,500
Formal Hearings	565	580	600
PERSONAL SERVICE			
Federal Funds	$ 40,766	$ 53,142	$ 59,885
Workers' Compensation Fund	3,034,595	3,512,867	3,772,130
Crime Victims' Compensation Fund	39,734	55,601	56,556
EXPENSE AND EQUIPMENT			
Federal Funds	13,629	37,702	37,702
Workers' Compensation Fund	749,618	764,728	977,764
Crime Victims' Compensation Fund	11,469	14,712	12,000
TOTAL	$ 3,889,811	$ 4,438,752*	$ 4,916,037
Federal Funds	54,395	90,844	97,587
Workers' Compensation Fund	3,784,213	4,277,595	4,749,894
Crime Victims' Compensation Fund	51,203	70,313	68,556
Full-time equivalent employees	115.08	128.00	131.75

* Does not include $102,920 in workers' compensation funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for operating the new office building, postage, data processing activities and one clerk typist for the Jefferson City office and one clerk steno for the Kansas City office.

SECOND INJURY BENEFITS

The second injury fund, as established in Section 287.220 RSMo, provides workers' compensation for the following categories of injuries: (1) compound permanent total disability, which entitles an injured worker to weekly payments for life; (2) compound permanent partial disability payments for varying weekly periods, not to exceed 400 weeks; (3) physical rehabilitation payments while the seriously injured worker receives treatment in an approved facility.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 7.835	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Claims:			
Physical Rehabilitation	670	700	730
Permanent Partial Disability	2,627	2,812	3,050
Permanent Total Disability	84	86	89
Uninsured Employer Medical-Death	12	25	30
Expense and Equipment	$ 58,360	$ 177,000E	$ 177,000E
Program Specific Distribution	11,749,336	13,272,980E	13,272,980E
Second Injury Fund	$ 11,807,696	$ 13,449,980E	$ 13,449,980E

CRIME VICTIMS' COMPENSATION BENEFITS

The crime victims' compensation fund, established in Section 595.045 RSMo, provides compensation to individuals who have suffered financial loss as the result of a crime. Compensation is awarded by administrative law judges employed by the Division. Revenues are provided to the fund from fees assessed by the courts on individuals found guilty of violations of law.

Fiscal Year 1990 Governor's Recommendations

- $163,000 to increase federal appropriation to more accurately reflect funds available.

H.B. Sec. 7.840	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Crime Victims' Compensation Claims			
Received	857	900	950
Paid	539	560	590
Denied	278	300	310
Hearings Held	344	350	360
Federal Funds	$ 254,458	$ 210,000E	$ 373,000E
Crime Victims' Compensation Fund	1,577,005	1,658,368E	1,658,368E
TOTAL	$ 1,831,463	$ 1,868,368E	$ 2,031,368E

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF EMPLOYMENT SECURITY

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 47,655,047	$ 68,229,849	$ 72,000,327	$ 72,224,654
Special Employment Security Fund	21,872	3,851,554	3,851,554	3,851,554
JTPA Contracts	4,901,664	6,000,000	6,000,000	6,000,000
Federal Contracts/Programs	431,485	500,000	500,000	2,000,000
DIVISIONAL TOTAL	$ 53,010,068	$ 78,581,403	$ 82,351,881	$ 84,076,208
PERSONAL SERVICE				
Federal Funds	35,597,966	51,841,075	55,189,349	55,413,676
EXPENSE AND EQUIPMENT				
General Revenue Fund	61,939	190,929	181,383	181,383
Federal Funds	17,328,291	22,697,845	23,129,595	24,629,595
PROGRAM SPECIFIC DISTRIBUTION				
Special Employment Security Fund	21,872	3,851,554	3,851,554	3,851,554
TOTAL	$ 53,010,068	$ 78,581,403	$ 82,351,881	$ 84,076,208
General Revenue Fund	61,939	190,929	181,383	181,383
Federal Funds	52,926,257	74,538,920	78,318,944	80,043,271
Special Employment Security Fund	21,872	3,851,554	3,851,554	3,851,554
Full-time equivalent employees	1,639.86	2,292.00	2,292.00	2,292.00

ADMINISTRATION

The administration of the Division of Employment Security includes two major programs, Job Service and Unemployment Insurance. Through Job Corps, the Work Incentive program (WIN) and contracts with the Department of Economic Development, the Job Service program places workers in jobs by matching skills, education, training, and experience; offers vocational counseling; and provides testing to determine the client's skill or potential skill for various types of employment. Job Service also helps employers with their staffing needs.

The Job Corps offers basic education, vocational training, work experience, counseling, and other activities for economically disadvantaged men and women between the ages of 14 and 21. WIN, administered in cooperation with the Department of Social Services, is designed to provide employment, training, education, and placement to recipients of Aid to Families with Dependent Children.

The Division also contracts with Service Delivery Areas and the Division of Job Development and Training, under the provisions of the Job Training Partnership Act (JTPA). JTPA programs include skill training, on-the-job training, training services for disadvantaged youths and adults, and training and employment aid for dislocated workers. The Division of Employment Security provides eligibility determination, testing and assessment, labor market information, employment counseling, and job search assistance to Service Delivery Areas.

Through the Unemployment Insurance program, the Division is responsible for collecting unemployment compensation taxes from Missouri's employers, paying unemployment benefits to eligible claimants, maintaining wage records of Missouri workers and investigating cases involving possible fraud.

Fiscal Year 1990 Governor's Recommendations

- o $1,350,000 in federal funds for data processing equipment to automate tax return files.
- o $3,572,601 in federal funds for pay plan.
- o ($9,546) in core reductions from the Fiscal Year 1989 appropriation level.
- o ($918,250) in federal funds in core reductions for one-time data processing equipment purchase.

ADMINISTRATION (Continued)

H.B. Sec. 7.845	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Job Service			
Tests Administered	69,526	70,000	70,000
Enrollments in Training	2,974	3,000	3,000
Job Development Contacts	61,566	65,000	65,000
Referrals to Supportive Service	51,829	60,000	60,000
Job Referrals	553,600	550,000	550,000
Placements	120,349	125,000	125,000
Work Incentive Entered Employments	2,216	2,100	2,100
Unemployment Insurance			
Employers Liable under the Employment Security Law	120,959	121,000	126,000
Employees Covered (UI Regular)	2,074,484	2,205,000	2,500,000
PERSONAL SERVICE			
Unemployment Compensation Administration Fund (Federal)	$ 35,597,966	$ 51,841,075	$ 55,413,676
EXPENSE AND EQUIPMENT			
General Revenue Fund	61,939	190,929	181,383
Unemployment Compensation Administration Fund (Federal)	11,995,142	16,197,845	16,629,595
TOTAL	$ 47,655,047	$ 68,229,849	$ 72,224,654
General Revenue Fund	61,939	190,929	181,383
Unemployment Compensation Administration Fund (Federal)	47,593,108	68,038,920	72,043,271
Full-time equivalent employees	1,639.86	2,292.00	2,292.00

JOB TRAINING PARTNERSHIP ACT CONTRACTS

The Job Training Partnership Act (JTPA) provides funds to states for training services for disadvantaged youth and adults, and for a training and employment program for dislocated workers, which requires 50 percent non-federal match. The Division receives funds through contracts with the 15 Missouri service delivery areas (districts within the state through which job training services are delivered) and the Division of Job Development and Training, Department of Economic Development, for specific services it provides. These services typically include eligibility determination, assessment, counseling, and job placement.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 7.850	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Unemployment Compensation Administration Fund (Federal)	$ 4,901,664	$ 6,000,000E	$ 6,000,000E

FEDERAL CONTRACTS/PROGRAMS

The Division of Employment Security is authorized by the Bureau of International Labor Affairs, U.S. Department of Labor, to provide services and payments to individuals and employers adversely affected by foreign imports. These services include testing, counseling, training, job placement, transportation and relocation assistance.

Fiscal Year 1990 Governor's Recommendations

o $1,500,000 for increased benefits and training of dislocated workers due to plant closings.

H.B. Sec. 7.855	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Unemployment Compensation Administration Fund (Federal)	$ 431,485	$ 500,000E	$ 2,000,000E

SPECIAL EMPLOYMENT SECURITY FUND

The special employment security fund is derived from interest and penalties collected under the provisions of the Missouri Employment Security Law. Expenditures from this fund are made in accordance with Section 288.310 RSMo, the Employment Security Law, which includes refunds of overcollected interest and penalties. The fund may also act as a revolving fund to cover expenditures for which federal funds have been requested and not received; to acquire suitable office space for the Division by purchase, lease, contract, or any other manner including purchase of land, erection of buildings, or assistance in financing the construction of any buildings for the Division's use; and to replace monies lost or expended for purposes other than or in excess of those necessary for proper administration of the Employment Security Law. Section 288.129, RSMo provides for federal interest payments on federal fund advancements to the unemployment trust fund.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 7.860	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Special Employment Security Fund	$ 21,872	$ 3,851,554E	$ 3,851,554E

GOVERNOR'S COMMITTEE ON EMPLOYMENT OF THE HANDICAPPED

The Governor's Committee on Employment of the Handicapped encourages statewide interest in the rehabilitation and employment of handicapped persons. The Committee works in cooperation with the President's Committee on Employment of the Handicapped and with local committees and chapters to promote job opportunities for disabled persons.

Fiscal Year 1990 Governor's Recommendations

- o $9,248 for pay plan.
- o ($37,292), including $33,760 and one position in federal funds in core reductions.
- o ($997) in core reduction for one-time moving expenses.

H.B. Sec. 7.865	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Advocacy Contacts	2,980	3,025	3,050
Number of Job Fairs/Awareness Programs	8	8	9
Number of Handicapped Persons Attending	1,572	1,650	1,675
Number of Employers Attending	304	325	350
PERSONAL SERVICE			
General Revenue Fund	$ 151,001	$ 162,963	$ 168,679
Federal Funds	15,243	26,000	0
EXPENSE AND EQUIPMENT			
General Revenue Fund	43,040	48,298	47,301
Federal Funds	5,388	12,760	5,000
TOTAL	$ 214,672	$ 250,021	$ 220,980
General Revenue Fund	194,041	211,261	215,980
Federal Funds	20,631	38,760	5,000
Full-time equivalent employees	7.40	8.00	7.00

MISSOURI COMMISSION ON HUMAN RIGHTS

The Missouri Commission on Human Rights investigates and resolves complaints of alleged discrimination involving ethnic origin, religion, race, sex or handicap.

Fiscal Year 1990 Governor's Recommendations

- o $60,433 for pay plan, including $52,796 in general revenue.
- o ($3,418) in core reductions for one-time moving expenses.

H.B. Sec. 7.870	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Complaints Received	762	762	762
Investigations Completed	642	642	642
PERSONAL SERVICE			
General Revenue Fund	$ 639,961	$ 671,632	$ 724,428
Federal Funds	123,199	254,548	262,185
EXPENSE AND EQUIPMENT			
General Revenue Fund	173,713	170,962	167,544
Federal Funds	38,027	72,257	72,257
TOTAL	$ 974,900	$ 1,169,399	$ 1,226,414
General Revenue Fund	813,674	842,594	891,972
Federal Funds	161,226	326,805	334,442
Full-time equivalent employees	40.22	46.75	46.75

DEPARTMENT OF HIGHWAYS AND TRANSPORTATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Highway Administration	$ 50,501,509	$ 50,240,445	$ 55,291,288	$ 55,209,121
Highway Construction and Maintenance	603,655,589	610,000,000	610,000,000	610,000,000
Mississippi River Parkway Commission	8,948	14,375	11,875	7,500
Non-Highway Transportation Administration and Programs	11,482,502	12,878,311	16,002,212	13,432,824
DEPARTMENTAL TOTAL	$ 665,648,548	$ 673,133,131	$ 681,305,375	$ 678,649,445
General Revenue Fund	3,898,500	4,338,233	7,174,149	4,628,085
Federal Funds	6,357,880	7,474,453	7,697,744	7,671,363
Highway Department Fund	50,501,509	50,240,445	55,291,288	55,209,121
State Road Fund	603,655,589	610,000,000	610,062,194	610,060,876
State Transportation Fund	746,665	525,000	525,000	525,000
Aviation Trust Fund	137,328	250,000	250,000	250,000
Other (Local) Funds	351,077	305,000	305,000	305,000
Full-time equivalent employees	607.89	634.50	638.50	635.50

POLICY SUMMARY

The Governor's recommendations for the Department of Highways and Transportation provide $678,649,445 for highway construction, transportation programs and related highway administrative activities. The budget provides state, federal, and local support for the state's 32,317 mile highway system, public transportation systems, elderly and handicapped transportation providers, public airports and port authorities, freight rail rehabilitation projects and Amtrak service between St. Louis and Kansas City.

Continuance of Amtrak Funding for St. Louis - Kansas City Route

The state of Missouri supports the St. Louis - Kansas City Amtrak train route by providing an operating subsidy in conjunction with the federal government. The Governor's recommendation of an additional $250,000 will allow continued operation of two daily trips between St. Louis and Kansas City with intermediary stops in Kirkwood, Jefferson City, Sedalia, Warrensburg, Lee's Summit, Independence and with seasonal stops in Hermann. In Fiscal Year 1988 ridership increased 8.6 percent to 175,000 passengers. Similar ridership increases are expected in Fiscal Year 1990.

Planning for Growth in State Aviation Needs

The Department of Highways and Transportation plays a significant role in economic development and the establishment of a safe and adequate system of airports for the state as well as fulfilling other responsibilities to the flying public such as pilot safety and aerospace education. In view of this, the Highway and Transportation Commission has established an Aviation Advisory Committee to study the aviation needs of the state and recommend ways these needs can be met. The Governor recommends $25,000 for the Aviation Advisory Committee to conduct a study of the long-term aviation needs in Missouri and assist in paying Committee expenses.

HIGHWAY ADMINISTRATION

This group includes divisions which support the activities of the Highways and Transportation Commission, as well as the central functions of highway planning, design, right-of-way acquisition, finance, and district engineer activities. The budget includes the costs of providing fringe benefits for employees paid from the state highway department fund and state road fund.

Fiscal Year 1990 Governor's Recommendations

- $4,398,175 to fund the workers' compensation, retirement, and medical and life insurance programs.
- $81,000 for fuel and utilities at the Jefferson City Headquarters building.
- $489,501 for pay plan.

H.B. Sec. 8.020, 8.025	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Highway Administration	$ 17,160,810	$ 17,929,279	$ 18,499,780
OASDHI	0	1,059,010E	1,059,010E
Fringe Benefits	33,340,699	31,252,156E	35,650,331E
TOTAL	$ 50,501,509	$ 50,240,445	$ 55,209,121
Personal Service	42,803,431	41,954,167	46,070,541
Expense and Equipment	7,698,078	7,227,268	8,079,570
Program Specific Distribution	0	1,059,010	1,059,010
TOTAL			
Highway Department Fund	$ 50,501,509	$ 50,240,445	$ 55,209,121
Full-time equivalent employees	587.86	610.50	610.50

HIGHWAY CONSTRUCTION AND MAINTENANCE

This program includes activities such as land purchasing, letting of contracts, and construction monitoring. It also provides necessary maintenance for the state road system.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

H.B. Sec. 8.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
State Road Fund	$603,655,589	$610,000,000E	$610,000,000E
Full-time equivalent employees	5,589.00	5,784.00	5,433.00

MISSISSIPPI RIVER PARKWAY COMMISSION

The Mississippi River Parkway Commission (MRPC) is a local component of the national MRPC established by Congress in the Federal Aid Highway Act of 1954. The MRPC's primary function is to promote the Great River Road which extends along the Mississippi River from the Trans-Canadian Highway to the Gulf of Mexico. Signs along the highway identify lakes, streams, bridges, historical sites, unusual or beautiful land formations, legendary areas and developed areas.

Fiscal Year 1990 Governor's Recommendations

o ($6,875) core reduction for one-time expenses.

H.B. Sec. 8.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Expense and Equipment	$ 8,948	$ 14,375	$ 7,500
TOTAL			
General Revenue Fund	$ 8,948	$ 14,375	$ 7,500

NON-HIGHWAY TRANSPORTATION ADMINISTRATION AND PROGRAMS

H.B. Sec. 8.050, 8.060, 8.070, 8.080, 8.090, 8.100, 8.105, 8.110, 8.120, 8.130, 8.140, 8.150, 8.160	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
New Buses and Vans Made Available to Not-for-Profit Transportation Providers (units)	84	45	45
Vehicles Monitored	420	430	440
Passengers Carried			
Elderly	1,188,198	1,291,520	1,486,000
Handicapped	456,038	465,345	521,356
MEHTAP Passenger Trips			
Elderly	1,506,689	1,731,826	1,731,826
Handicapped	992,384	1,140,671	1,140,671
Non-profit Organizations Assisted	143	164	168
Urban Transportation Programs Assisted	3	3	3
Trips Provided	2,500,000	2,600,000	2,600,000
Rural Transportation Programs Assisted	29	29	29
Trips Provided	2,075,186	2,100,000	2,200,000
Potentially Abandonable/Light Density Missouri Rail Line Track Miles	1,525.08	1,372.31	1,021.00
Rail Preservation Projects Funded	3	4	4
Track Miles Rehabilitated	41.3	50.0	40.0
Amtrak Passengers Served	175,000	180,000	190,000
State Cost Per Amtrak Passenger	$12.73	$12.73	$12.73
Airport Maintenance Projects Funded	5	6	9
Airport Capital Improvement Projects Funded	21	21	20
Participants in State Port Authority Program	11	12	14

DEPARTMENT OF HIGHWAYS AND TRANSPORTATION
NON-HIGHWAY TRANSPORTATION ADMINISTRATION AND PROGRAMS

FINANCIAL SUMMARY

8.050, 8.060, 8.070, 8.080, 8.090, 8.100, 8.105, 8.110, H.B. Sec. 8.120, 8.130, 8.140, 8.150, 8.160	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Non-Highway Transportation Administration	$ 743,409	$ 1,099,739	$ 1,527,712	$ 1,391,058
Transit Programs				
Capital Assistance for Transportation of Elderly and Handicapped	1,263,532	1,025,000E	1,025,000E	1,025,000E
State Aid for Transportation of Elderly, Handicapped, and Low-Income Citizens	1,417,719	1,471,755	1,900,000	1,471,755
Urban Transit Grants	1,925,496	3,000,000E	3,000,000E	3,000,000E
Small Urban and Rural Transportation	2,239,976	2,600,000E	2,600,000E	2,600,000E
Rural Transit Assistance Program	7,046	92,806	106,000	106,000
Railroad Programs				
Local Rail Assistance Program	932,881	400,000E	400,000E	400,000E
State Local Rail Service Assistance	0	0	1,000,000	0
State Amtrak Assistance	2,302,348	2,218,511	2,750,000	2,468,511
Amtrak Station Improvements and Advertising	48,194	47,500	47,500	47,500
Aviation Programs				
Airport Maintenance and Charts	137,328	250,000E	250,000E	250,000E
State Aid to Airports	150,551	346,000	546,000	346,000
Waterways Program				
Port Authority Financial Assistance	314,022	327,000	350,000	327,000
Port Authority Capital Assistance Program	0	0	500,000	0
TOTAL	$ 11,482,502	$ 12,878,311	$ 16,002,212	$ 13,432,824
PERSONAL SERVICE				
General Revenue Fund	333,498	370,243	446,425	386,875
Federal Funds	216,997	285,647	325,564	299,183
State Road Fund	0	0	53,362	52,044
EXPENSE AND EQUIPMENT				
General Revenue Fund	43,448	39,349	118,849	69,444
Federal Funds	92,620	418,806	602,180	602,180
State Road Fund	0	0	8,832	8,832
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	3,512,606	3,914,266	6,597,000	4,164,266
Federal Funds	6,048,263	6,770,000	6,770,000	6,770,000
State Transportation Fund	746,665	525,000	525,000	525,000
Aviation Trust Fund	137,328	250,000	250,000	250,000
Other (Local) Funds	351,077	305,000	305,000	305,000
TOTAL	$ 11,482,502	$ 12,878,311*	$ 16,002,212	$ 13,432,824
General Revenue Fund	3,889,552	4,323,858	7,162,274	4,620,585
Federal Funds	6,357,880	7,474,453	7,697,744	7,671,363
State Road Fund	0	0	62,194	60,876
State Transportation Fund	746,665	525,000	525,000	525,000
Aviation Trust Fund	137,328	250,000	250,000	250,000
Other (Local) Funds	351,077	305,000	305,000	305,000
Full-time equivalent employees	20.03	24.00	28.00	25.00

* Does not include $199,195 in general revenue recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for State Amtrak Assistance.

NON-HIGHWAY TRANSPORTATION ADMINISTRATION

The Assistant for (non-highway) Transportation, supported by clerical and accounting staff, is responsible for overseeing the performance of duties in the areas of aviation, railroads, transit, and waterways.

The Aviation Section is responsible for maintaining the state airport systems plan, which is updated annually through on-site inspections. Aviation staff also provide administrative and engineering assistance to local governments to secure available federal grants and successfully implement airport improvement plans.

The Railroad Section's duties include planning, promotion, and development of improved rail freight and passenger service in and through Missouri and retention of existing rail service. These measures are necessary to ensure that the rail industry remains a viable and useful component in the nation's and state's economy.

The Transit Section is responsible for evaluation and coordination of local applications for transit assistance, assessment of statewide transit needs, completion of local transit development studies, negotiation of service contracts for elderly and handicapped transportation, and monitoring of all contracts for compliance.

Waterways personnel assist local port authorities in the promotion of waterborne transportation through the provision of technical assistance and planning grants which the port authorities utilize for managerial, engineering, legal, research, planning, promotional and other related expenses.

Fiscal Year 1990 Governor's Recommendations

- o $25,000 for a long-term study of Missouri aviation needs and expenses of the Aviation Advisory Committee.
- o $212,500 including $12,500 in general revenue for expenses of the Missouri Rail Facilities Improvement Authority and activities of the Coordinating Council on Special Transportation as authorized by SB 676, passed in the Second Regular Session of the 84th General Assembly.
- o $30,448 for pay plan, including $16,632 in general revenue.
- o $58,596 and one staff transferred from Construction and Maintenance to more accurately reflect the current location and job duties of this staff.
- o ($7,405) core reduction from the Fiscal Year 1989 appropriation level.
- o ($27,820) core reduction to reflect reduced availability of federal funds.

CAPITAL ASSISTANCE FOR TRANSPORTATION OF ELDERLY AND HANDICAPPED

The federal Urban Mass Transportation Act of 1964 provides capital assistance to local not-for-profit transportation providers serving the elderly and handicapped. These grants require a 20 percent local match for bus, van, and related equipment purchases. The Department's Transit Section evaluates applications from local providers and executes contracts in accordance with federal guidelines. Vehicles secured through the program are monitored by the Transit Section on a monthly basis with respect to the type and extent of use.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

STATE AID FOR TRANSPORTATION OF ELDERLY, HANDICAPPED AND LOW-INCOME CITIZENS

The "Missouri Elderly and Handicapped Transportation Assistance Program" provides state financial assistance to help defray operating costs incurred by not-for-profit transporters of the elderly and handicapped. State funds are used to supplement local, private and federal funds available to these transit operators.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

URBAN TRANSIT GRANTS

The National Mass Transportation Assistance Act of 1974 provides capital assistance and operating subsidies for public transportation systems in cities of 50,000 to 200,000 population. The cities of Columbia, Springfield, St. Joseph, and Joplin are eligible for grants under this program. Funds may be used to pay up to 80 percent of eligible capital expenses such as vehicle and equipment purchases, as well as to offset up to 50 percent of operating losses. The Department's Transit Section is responsible for certification of local transit planning processes, processing applications for assistance, and monitoring funds under contract in this program.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

SMALL URBAN AND RURAL TRANSPORTATION DEVELOPMENT

This program was established under provisions of the federal Surface Transportation Act of 1978. Federal funds authorized under Section 18(d) of the law may be used to assist small urban and rural areas under 50,000 population to acquire capital equipment and finance the operation of public transit programs. An 80 percent federal match is available for capital acquisitions, while a 50 percent federal match is available for operating losses and administrative expenses.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

RURAL TRANSIT ASSISTANCE PROGRAM

This program was established under provisions of the federal Surface Transportation and Uniform Relocation Assistance Act of 1987. Authorized federal funds may be used by the state to provide necessary training and technical assistance to special and general transportation providers. This program is 100 percent federally funded and authorized through Federal Fiscal Year 1991.

Fiscal Year 1990 Governor's Recommendations

- o $13,194 in federal funds for expenses incurred for training assistance provided to special and general transportation providers.

LOCAL RAIL SERVICE ASSISTANCE PROGRAM

Section 803 of the federal Railroad Revitalization and Regulatory Reform Act of 1976 provides federal funds on a matching basis for the continuation of rail service, the purchase of rail lines, rehabilitation and improvement of lines, or to provide alternate transportation services. Projects are identified for funding in the state rail planning process and submitted to the Federal Railroad Administration for approval for discretionary grants. This program enables the state to retain essential freight rail service and to ease the impact of the loss of freight rail service upon communities.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

STATE AMTRAK ASSISTANCE, STATION IMPROVEMENTS AND ADVERTISING

Missouri participates in the federal Amtrak program, which requires the state to pay 65 percent of the operating losses for the "St. Louis - Kansas City Mule" and "Ann Rutledge" train service. Program costs depend upon revenues received from ridership and actual operating costs. The state also provides funds for advertising Missouri's Amtrak route and for station improvements along the St. Louis - Kansas City corridor.

Fiscal Year 1990 Governor's Recommendations

- $250,000 to allow continued operation of two daily trips between Kansas City and St. Louis with six intermediary stops.

AIRPORT MAINTENANCE AND CHARTS

Section 305.236 RSMo provides for an aviation trust fund consisting of unrefunded aviation gasoline tax monies. The fund is to be used for the purpose of providing matching grants to public airports for preventive maintenance of runways, taxiways, and aprons and for emergency repairs on safety-related items. Aviation trust fund monies may also be used for the printing and distribution of state aeronautical charts and state airport directories.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level on an open-ended basis to accommodate additional funding which may become available.

STATE AID TO AIRPORTS

State grants and local contributions are used to match federal funds for the development of new facilities or to make capital improvements at existing airports. State grants are made on a 50/50 matching basis with priority for the allocation of state funds given to applicants who have projects with the best chance for federal grant funding. Federal funds are provided to local airports on a 90/10 (federal/local) matching basis.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

STATE AID TO PORT AUTHORITIES

State aid is available to local port authorities for administration, planning, and development activities such as financial and engineering studies. Port authorities currently eligible for assistance are the Howard/Cooper County Regional Port Authority, Jefferson County Port Authority, Pemiscot County Port Authority, Southeast Missouri Regional Port Authority, Mississippi County Port Authority, New Madrid County Port Authority, St. Charles County Port Authority, New Bourbon Port Authority, Bi-State Development Agency and the Ports of Kansas City, St. Louis and St. Louis County.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF PUBLIC SAFETY

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of the Director	$ 5,442,113	$ 9,021,793	$ 10,160,888	$ 9,843,646
State Highway Patrol	79,142,064	86,162,179	96,408,240	91,752,820
Division of Water Safety	3,067,766	3,324,403	8,194,475	3,614,252
Division of Liquor Control	2,174,541	2,358,835	3,004,340	2,450,056
Division of Fire Safety	1,348,167	1,506,584	1,960,489	1,562,999
Division of Highway Safety	3,089,736	4,685,871	4,767,589	4,740,837
Adjutant General	18,681,257	20,227,146	25,977,079	23,045,682
DEPARTMENTAL TOTAL	$ 112,945,644	$ 127,286,811	$ 150,473,100	$ 137,010,292
General Revenue Fund	16,817,688	20,390,474	31,928,201	26,333,499
Federal Funds	13,932,125	21,618,408	22,916,947	21,901,617
Highway Department Fund	71,851,902	75,177,337	84,182,034	77,364,142
*Highway Patrol Academy Fund	270,354	365,518	365,518	365,518
Highway Patrol Vehicle Revolving Fund	2,399,098	2,698,800	2,698,800	2,698,800
*Missouri Veterans Home Fund	5,812,238	6,655,574	6,958,240	6,964,506
State Forensic Laboratory Fund	0	0	285,000	285,000
Services to Victims Fund	0	0	500,000	500,000
Criminal Record System Fund	0	0	236,864	150,633
Adjutant General Revolving Fund	54,750	25,000	25,000	25,000
Crime Victims' Compensation Fund	48,903	50,000	50,000	63,000
Missouri Disaster Fund	1,469,040	0	0	0
Missouri Air Pollution Control Fund	289,546	305,700	326,496	358,577
Full-time equivalent employees	2,735.56	2,881.54	3,192.50	3,051.17

* Represents funds which are consolidated accounts of general revenue as provided in Section 33.571 RSMo.

POLICY SUMMARY

Since its inception, the Department of Public Safety has been charged with one of the most important, far reaching, and yet most basic of missions--to protect and serve Missouri citizens. The department is responsible for diverse activities including law enforcement, emergency management and nursing care. In order to successfully carry out this mission, the department operates on land, water and in the air. In recent years, both the Governor and the General Assembly have charged the department with additional responsibilities. For instance, in the past few years the department has expanded its efforts to combat drug trafficking, to provide services to crime victims, and to report and log criminal and fire incidents. The Governor's Fiscal Year 1990 budget provides the department with the resources necessary to continue to fulfill its vital mission of protection and service for Missouri citizens.

Enhanced Law Enforcement Efforts

In keeping with his commitment to combat illegal drugs throughout the state, Governor Ashcroft recommends $559,510 for ten additional undercover officers and associated equipment for Fiscal Year 1990. The addition of ten undercover officers will double the size of the State Highway Patrol Division of Drug and Crime Control, making an already highly effective unit even more of a threat to drug dealers. With assistance from various local law enforcement agencies and the Missouri National Guard, the State Highway Patrol seized 818,803 marijuana plants and 363 pounds of processed marijuana during the 1988 Operation Cashcrop eradication program. The State Highway Patrol has also been involved in the seizure of numerous other types of dangerous drugs.

POLICY SUMMARY (Continued)

Recently, the State Highway Patrol made the second largest cocaine seizure in U.S. history when it seized 1,104 pounds of cocaine with a street value of over $70 million. Further enhancing the State Highway Patrol's efforts to combat illegal drugs is the recent addition of four specially-trained drug sniffing dogs. If the program proves as successful as expected, it may be expanded to each of the troops.

Recreational use of Missouri lakes and streams continues to grow at a steady pace. In order to ensure that Missourians and tourists may continue to safely enjoy state waterways, enhanced state law enforcement efforts are required. Recognizing this, the Governor recommends $302,060 for five Water Safety officers and associated equipment.

The advent of the Automated Fingerprint Identification System (AFIS) has been heralded by law enforcement officials as the single most significant advance in law enforcement since the invention of the two-way radio. Funding for AFIS equipment was provided in the Fiscal Year 1989 budget. In order to utilize AFIS to its fullest potential, the Governor recommends five staff and $103,644 for the State Highway Patrol. These personnel will provide programmatic expertise necessary for proper operation of AFIS, as well as final analysis of AFIS "hits".

Funding for New Legislation

In accordance with HB 1195, passed by the Second Regular Session of the 84th General Assembly, the Governor recommends $250,000 for distribution to eligible crime laboratories throughout the state. The demand for crime laboratory analyses has grown significantly over the past decade, as have the costs of equipment necessary to perform forensic analysis. HB 1195 established a State Forensic Laboratory Fund to assist eligible crime laboratories with the purchase of necessary equipment and capital improvements.

In addition, HB 1195 established the Service to Victims program. The Governor recommends $500,000 to contract with public and private agencies for the provision of support services for victims of crime including direct and emergency services, crisis intervention counseling, and victim advocacy. This initiative properly focuses state efforts upon helping crime victims rather than the perpetrators of crime.

The Governor also recommends $36,843 to implement SB 800, which established a state-wide emergency telephone number. Citizens may call 1-800-525-5555 to report motor vehicle accidents, intoxicated or drugged drivers, or other suspected criminal activities. Upon receipt of such a report, the State Highway Patrol investigates the incident or notifies the appropriate local law enforcement agency. A total of $18,361 is recommended to implement HB 1559, which allows the State Highway Patrol to conduct criminal background investigations of prospective day care center employees.

Missouri National Guard Expansion

In December 1987, Governor Ashcroft directed the Missouri National Guard to move forward with an expansion plan aimed at increasing Missouri National Guard strength by as much as 2,000 soldiers. Additional troops have already been assigned to Missouri in the first phase of this expansion plan. The Governor recommends $77,572 in Fiscal Year 1989 supplemental funds and $268,733 in Fiscal Year 1990 to facilitate expansion of the Guard in Missouri. New units will be located in Carrollton, Eldon, Mountain Grove, Osage Beach, Savannah, Trenton, and Wentzville. The addition of national guard units will provide a significant economic benefit to each of these communities, as well as the state as a whole.

Veterans' Home Expansion

Governor Ashcroft strongly supports state efforts to provide proper care for our veterans by recommending a total of $1,594,735 for operating expenses of the new Cape Girardeau Veterans' Home. This new 150-bed facility, the fourth state veterans' home, is scheduled to open in December 1990. In addition, $10.2 million in state and federal funds is included for design and construction of a 200-bed state veterans' home, located in St. Louis. This facility will be the fifth veterans' home in Missouri when completed.

OFFICE OF THE DIRECTOR/CRIMINAL JUSTICE PROGRAMS UNIT

The director's office provides the central budgeting, finance, and personnel control to ensure efficient use of available resources. Staff members plan, review, and evaluate programs to coordinate the state's public safety and law enforcement efforts and to promote cooperation among local, state, and federal agencies. In addition, the criminal justice programs unit oversees the implementation of specific programs including the Juvenile Justice and Delinquency program, the Peace Officers Standards and Training program, the Services to Victims program, the Victims' Assistance and Witness Protection programs, the State Forensic Laboratory program, the federal Justice Assistance Act grants, the federal Anti-Drug Abuse law enforcement grants, and Victims of Crime Acts.

Fiscal Year 1990 Governor's Recommendations

- o $783,460, including $20,460 general revenue, to implement legislation passed by the Second Regular Session of the 84th General Assembly.
- o $38,393, including $24,325 general revenue, for pay plan.

H.B. Sec. 8.200, 8.205, 8.210, 8.213, 8.215, 8.217, 8.220	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 241,612	$ 497,061	$ 535,946
Federal Funds	117,937	215,499	229,567
Highway Department Fund	216,257	0	0
Crime Victims' Compensation Fund	0	0	13,000
EXPENSE AND EQUIPMENT			
General Revenue Fund	198,431	203,400	209,300
Federal Funds	27,474	35,518	35,518
Highway Department Fund	49,982	0	0
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	149,283	170,315	170,315
Federal Funds	4,392,234	7,850,000	7,850,000
State Forensic Laboratory Fund	0	0	250,000
Services to Victims Fund	0	0	500,000
Crime Victims' Compensation Fund	48,903	50,000	50,000
TOTAL	$ 5,442,113	$ 9,021,793*	$ 9,843,646
General Revenue Fund	589,326	870,776	915,561
Federal Funds	4,537,645	8,101,017	8,115,085
Highway Department Fund	266,239	0	0
State Forensic Laboratory Fund	0	0	250,000
Services to Victims Fund	0	0	500,000
Crime Victims' Compensation Fund	48,903	50,000	63,000
Full-time equivalent employees	23.15	28.00	29.00

* Does not include $253,250 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for implementation of HB 1195 passed by the Second Regular Session of the 84th General Assembly. In addition to other provisions, this legislation created the State Forensic Laboratory program, to be administered by the Department of Public Safety.

PERFORMANCE SUMMARY

	PRIOR YEAR	CURRENT YEAR PLANNED	GOVERNOR RECOMMENDS FY 1990
Accidents Investigated	32,086	32,987	33,566
Arrests for all Violations	399,345	405,335	411,415
Warnings Issued for Motor Vehicle Law Violations	534,818	598,519	670,031
Arrest Index	21.8	23.9	25.9
Hours of Operation of Weigh Stations	171,296	177,000	181,000
Trucks Weighed and Checked	2,990,724	3,001,000	3,002,300
Warnings	352,062	360,000	363,000
Arrests	74,626	76,600	78,000
Trip Permits Sold	26,417	30,000	31,100
Lab Cases Received	7,180	7,400	7,800
Lab Tests Performed	97,473	103,000	112,000
MSHP Recruits	30	20	40
MSHP Recruit Student Days	3,692	2,300	4,600
Vehicle and Driver Safety Written Examinations	370,898	374,607	374,313
Vision Tests	272,416	275,140	278,901
Driving Tests	209,857	211,956	214,076
Inspection Stations	5,043	5,060	5,060
Inspection Station Performance Checks	39,567	40,556	41,569
Undercover Investigations	656	672	688
Written Warnings Issued	1,509	1,546	1,584
Suspensions and Revocations	634	649	665
Stations Per Motor Vehicle Inspector	88.0	87.2	87.2
Number of Terminals	1,250	1,400	1,600
Monthly Data Processing Transactions	12,306,775	13,858,044	15,531,300
Computer Inquiries (MULES, NCIC, NLETS)	40,131,749	44,764,527	47,898,043

DEPARTMENT OF PUBLIC SAFETY
HIGHWAY PATROL

FINANCIAL SUMMARY

H.B. Sec. 8.225, 8.230, 8.235, 8.240, 8.245, 8.250, 8.255, 8.260, 8.265, 8.270	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Administration	$ 2,453,867	$ 2,585,843	$ 2,667,317
Fringe Benefits	14,519,559	16,479,021	19,221,192
Enforcement	43,083,406	49,432,148	51,612,304
Law Enforcement Academy	1,227,603	1,386,978	1,417,139
Vehicle and Driver Safety	8,793,809	6,810,708	7,106,493
Technical Services	9,063,820	9,467,481	9,728,375
DIVISIONAL TOTAL	$ 79,142,064	$ 86,162,179	$ 91,752,820
PERSONAL SERVICE			
General Revenue Fund	3,221,305	3,930,211	6,781,103
Federal Funds	248,565	461,344	518,476
Highway Department Fund	59,153,599	61,975,399	64,027,233
Criminal Records System Fund	0	0	139,664
Missouri Air Pollution Control Fund	242,644	246,987	259,864
EXPENSE AND EQUIPMENT			
General Revenue Fund	913,649	2,637,826	2,921,996
Federal Funds	543,306	931,677	931,677
Highway Department Fund	12,070,031	12,815,704	12,963,807
Criminal Records System Fund	0	0	10,969
State Forensic Laboratory Fund	0	0	35,000
Highway Patrol Academy Fund	270,354	365,518	365,518
Missouri Air Pollution Control Fund	41,353	48,713	48,713
Highway Patrol Vehicle Revolving Fund	2,399,098	2,698,800	2,698,800
PROGRAM SPECIFIC DISTRIBUTION			
Highway Department Fund	32,611	40,000	0
Missouri Air Pollution Control Fund	5,549	10,000	50,000
TOTAL	$ 79,142,064	$ 86,162,179*	$ 91,752,820
General Revenue Fund	4,134,954	6,568,037	9,703,099
Federal Funds	791,871	1,393,021	1,450,153
Highway Department Fund	71,256,241	74,831,103	76,991,040
Criminal Records System Fund	0	0	150,633
State Forensic Laboratory Fund	0	0	35,000
Highway Patrol Academy Fund	270,354	365,518	365,518
Missouri Air Pollution Control Fund	289,546	305,700	358,577
Highway Patrol Vehicle Revolving Fund	2,399,098	2,698,800	2,698,800
Full-time equivalent employees	1,787.83	1,818.00	1,834.00

* Does not include $35,000 in state forensic laboratory funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for implementation of HB 1195 passed by the Second Regular Session of the 84th General Assembly. This appropriation authority is necessary to enable State Highway Patrol crime laboratories to receive grants from the State Forensic Laboratory program.

HIGHWAY PATROL

Administration

This program includes the administrative, planning, fiscal, and support activities of the Highway Patrol.

Fiscal Year 1990 Governor's Recommendations

- o $109,019 in state highway department funds for pay plan.
- o ($9,079) general revenue transferred to the state highway patrol crime lab section of the enforcement program.
- o ($18,466) in state highway department fund core reductions from the Fiscal Year 1989 appropriation level.

Fringe Benefits

Employer retirement contributions and health and workers' compensation insurance for employees of the State Highway Patrol are paid by the state in a separate appropriation made for those purposes. The amount of the retirement payment is determined by the Board of Trustees of the Highway and Transportation Employees' and Highway Patrol Retirement System.

Fiscal Year 1990 Governor's Recommendations

- o $2,614,689, including $2,083,797 general revenue, for increased retirement system contribution rates.
- o $127,482, including $98,854 general revenue, for new employee fringe benefit costs.

Enforcement

The primary activity of this program is the patrolling of more than 32,000 miles of Missouri highways to ensure the safe and orderly flow of traffic. The Patrol also promotes public safety by educating citizens, serving citizens in distress, and through the detection and apprehension of those who threaten life and property.

The Patrol assists law enforcement agencies by investigating crimes and by providing access to state, regional, and national information on detection and apprehension of law violators. The Patrol maintains these networks and provides training in their use to law enforcement personnel. The Patrol also performs investigations and criminal background checks related to the personnel involved in operating the state lottery.

The Patrol also maintains a statewide system of commercial motor vehicle weigh stations which are used to enforce laws relating to the dimensions, weight, licensing, and safety equipment of commercial vehicles. This effort protects the safety of both commercial motor vehicle operators and other drivers and helps to ensure that the state's highways are not subject to undue abuse from commercial vehicles.

Fiscal Year 1990 Governor's Recommendations

- o $559,510, including $445,000 general revenue, for ten additional highway patrolmen and associated equipment to be assigned to the Division of Drug and Crime Control.
- o $76,872 and four staff in criminal record system funds for operation of the Automated Fingerprint Identification System.
- o $90,204, including $36,843 in state highway department funds, $18,361 in criminal record system funds, and $35,000 in state forensic laboratory funds to implement legislation passed by the Second Regular Session of the 84th General Assembly.
- o $118,000, including $46,250 general revenue, for aircraft repairs.
- o $492,986, including $25,287 general revenue, for statutory longevity increases.
- o $984,467, including $263,467 general revenue, for pay plan.
- o $9,079 general revenue transferred from highway patrol administration.
- o ($70,962) general revenue in core reductions for one-time equipment purchases.
- o ($80,000), including $5,000 general revenue, in core reductions from the Fiscal Year 1989 appropriation level.

HIGHWAY PATROL (Continued)

Law Enforcement Academy

This program provides basic training to police officers in all agencies outside St. Louis and Jackson Counties. The academy also provides administrative and specialized training to police officers from all counties. Training is carried out at four levels: basic police skills, specialized police skills, administrative training, and in-service proficiency training. In basic police training officers are taught modern police methods and procedures that enable a recruit to move from layman to police officer. The second level is aimed at officers who are responsible for a particular phase of police work and must become expert in this area to make the police organization function properly. The administrative training is geared to policy supervisors who require knowledge of effective police department administration. The proficiency training involves seminars and workshops aimed at keeping officers current in specific areas of responsibility.

Fiscal Year 1990 Governor's Recommendations

o $8,864 in state highway department funds for statutory longevity increases.
o $27,454, including $15,370 general revenue, for pay plan.
o ($6,157) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

Vehicle and Driver Safety

This program evaluates drivers and vehicles to identify and remove those not fit to be on Missouri streets and highways. The Patrol licenses and supervises over 5,000 inspection stations and approximately 20,000 inspector mechanics throughout the state. These stations and mechanics inspect every vehicle registered in the state annually, unless excluded by law. This program also provides refunds for unused inspection stickers and decals returned to the Patrol. The program also maintains 146 driver examination stations throughout the state. Examiners conduct written exams, eye tests, road sign tests, and actual behind-the-wheel tests.

Fiscal Year 1990 Governor's Recommendations

o $19,597 in state highway department funds for statutory longevity increases.
o $276,188, including $154,270 general revenue, for pay plan.

Technical Services

This program develops and processes comprehensive criminal offender data, traffic record data, and administrative data. The database is used to respond to inquiries and for analysis of the criminal justice and traffic systems to plan for effective law enforcement. This program is also responsible for management and operation of the state-wide Missouri Uniform Law Enforcement System (MULES) network. This system provides processing capabilities to 871 Highway Patrol officers, over 1,000 county law enforcement officials and 6,000 commissioned officers at the municipal level, and numerous courts, prosecutorial, correctional, and probation and parole officials.

Fiscal Year 1990 Governor's Recommendations

o $26,772 and one employee in criminal record system funds for Automated Fingerprint Identification System programming.
o $43,773 in state highway department funds for statutory longevity increases.
o $201,376, including $95,913 general revenue, for pay plan.
o ($11,027) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

DIVISION OF WATER SAFETY

The primary task of the Division of Water Safety is to ensure that Missouri citizens and tourists enjoy state waterways in safety through enforcement of water safety laws. This is accomplished by patrolling 626,081 acres of recreational waters in the state.

Staff provide boating safety education, boat inspection services, and enforce state and federal laws relating to water safety. Water Safety officers present safety programs to students and civic organizations, inspect boats, and investigate dock and buoy placements to prevent water hazards. In addition to routine duties, Water Safety officers provide first aid and other types of assistance during flood conditions on Missouri waters.

Fiscal Year 1990 Governor's Recommendations

- o $302,060 general revenue for five additional water safety officers and related equipment.
- o $32,136 general revenue for two radio operators.
- o $201,978, including $201,273 general revenue, for pay plan.
- o ($144,265) in federal fund core reductions for one-time equipment purchases.
- o ($102,060) and five staff in federal fund core reductions from the Fiscal Year 1989 appropriation level.

H.B. Sec. 8.275	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Acres of Water Patrolled	626,081	626,081	626,081
Recreational Boats Per Officer	8,739	7,312	7,312
Warning Tickets	19,351	23,127	23,127
Citations	3,488	4,168	4,168
Water Safety Educational Programs	3,917	4,681	4,681
Boat Safety Inspections	19,273	23,033	23,033
PERSONAL SERVICE			
General Revenue Fund	$ 1,756,482	$ 1,820,031	$ 2,155,500
Federal Funds	0	125,565	24,210
EXPENSE AND EQUIPMENT			
General Revenue Fund	504,471	288,629	488,629
Federal Funds	806,813	1,090,178	945,913
TOTAL	$ 3,067,766	$ 3,324,403	$ 3,614,252
General Revenue Fund	2,260,953	2,108,660	2,644,129
Federal Funds	806,813	1,215,743	970,123
Full-time equivalent employees	77.93	86.00	88.00

DEPARTMENT OF PUBLIC SAFETY
DIVISION OF LIQUOR CONTROL

FINANCIAL SUMMARY

H.B. Sec. 8.280, 8.285, 8.290	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Taxes Collected	$25,073,388	$23,890,556	$25,200,000
License Fees Collected	$2,349,524	$2,376,312	$2,400,000
Desk Tax Audits	8,952	8,904	9,000
Licenses Issued	18,844	18,813	18,900
Inspections Performed	30,688	27,542	30,000
Investigations	14,806	14,029	15,000
Administration, Audit and Collection	$ 615,980	$ 677,354	$ 704,211
Enforcement	1,558,561	1,681,481	1,745,845
DIVISIONAL TOTAL	$ 2,174,541	$ 2,358,835	$ 2,450,056
Personal Service	1,628,998	1,736,612	1,840,946
Expense and Equipment	531,163	602,223	589,110
Program Specific Distribution	14,380	20,000	20,000
TOTAL			
General Revenue Fund	$ 2,174,541	$ 2,358,835	$ 2,450,056
Full-time equivalent employees	74.74	77.35	77.35

DIVISION OF LIQUOR CONTROL

Administration, Collection and Audit

The Supervisor of Liquor Control provides management control and support to the programs of audit and enforcement. The administrative staff reviews all license applications and reported violations, develops facts regarding reported violations in pre-hearing conferences and formal hearings before the supervisor and, depending on the outcome of hearings, issues citations. The division also processes tax refunds for damaged merchandise as well as refunds for persons that purchase licenses but never use them.

The audit and collection staff review beer, wine, and liquor transactions to ensure that all revenues due to the state are collected. The program also ensures fair competition among liquor wholesalers by monitoring actual prices charged for various classes and types of beverages against price schedules for such products.

Fiscal Year 1990 Governor's Recommendations

- o $29,970 general revenue for pay plan.
- o ($3,113) general revenue in core reductions for one-time equipment purchases.

Enforcement

This program ensures that liquor licenses are issued only to qualified applicants on approved premises. Liquor Control agents conduct inspections and investigate complaints received on violations of liquor laws. Violation reports are filed with local authorities and the Supervisor of Liquor Control for review and appropriate action.

Fiscal Year 1990 Governor's Recommendations

- o $74,364 general revenue for pay plan.
- o ($10,000) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

DIVISION OF FIRE SAFETY

Investigations are conducted to determine the causes of fires and explosions. Requests for investigations come from fire and police departments, sheriffs, insurance companies, and private citizens. The investigators assist in case development and, when necessary, work with local law enforcement authorities to prosecute persons accused of arson. Inspection activities concentrate on fire prevention evaluations. Inspectors routinely evaluate nursing homes that are used for state mental patients, patient care facilities operated by the Department of Mental Health, day care facilities licensed by the state, senior citizen nutrition and recreation centers, and other public facilities. The Division also administers a public boiler and pressure vessel safety inspection program as required by Chapter 650 RSMo. Fireworks industry inspections and a firefighter training program are also part of the division's responsibilities.

Fiscal Year 1990 Governor's Recommendations

- $10,000 general revenue for fire incident report system data entry.
- $56,415 general revenue for pay plan.
- ($10,000) general revenue core reduction for one-time equipment purchases.

H.B. Sec. 8.295, 8.297, 8.300	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Fire Inspections	3,366	3,400	3,400
Fire Investigations	998	1,056	1,232
Fireworks Licenses Issued	1,477	1,464	1,464
Fireworks Permit Fees Collected	$77,580	$99,235	$100,000
PERSONAL SERVICE			
General Revenue Fund	$ 807,652	$ 910,476	$ 966,891
EXPENSE AND EQUIPMENT			
General Revenue Fund	533,511	571,978	571,978
Federal Funds	7,004	24,130	24,130
TOTAL	$ 1,348,167	$ 1,506,584	$ 1,562,999
General Revenue Fund	1,341,163	1,482,454	1,538,869
Federal Funds	7,004	24,130	24,130
Full-time equivalent employees	38.38	41.67	41.67

DIVISION OF HIGHWAY SAFETY

The Division prepares a comprehensive state highway safety plan and funds state-local projects to implement that plan. The Division also monitors, audits, and evaluates the performance of funded projects. All activities of the Division are designed to implement provisions of the federal National Highway Safety Act which provides funds for the planning, administration, and awarding of grants to support state and local highway safety projects.

Fiscal Year 1990 Governor's Recommendations

o $11,250 in state highway department funds for uniform accident report forms.
o $11,100 in federal funds for vehicle replacement.
o $32,616 in federal and other funds for pay plan.

H.B. Sec. 8.305, 8.310	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Traffic Fatalities	1,066	1,066	1,066
Traffic Injuries	64,745	65,289	65,830
Registered Missouri Drivers	3,524,290	3,563,336	3,602,383
PERSONAL SERVICE			
Federal Funds	$ 263,062	$ 276,180	$ 293,178
Highway Department Fund	256,346	262,200	277,818
EXPENSE AND EQUIPMENT			
General Revenue Fund	20,000	0	0
Federal Funds	71,140	63,457	74,557
Highway Department Fund	73,076	84,034	95,284
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	2,406,112	4,000,000	4,000,000
TOTAL	$ 3,089,736	$ 4,685,871	$ 4,740,837
General Revenue Fund	20,000	0	0
Federal Funds	2,740,314	4,339,637	4,367,735
Highway Department Fund	329,422	346,234	373,102
Full-time equivalent employees	20.07	20.00	20.00

FINANCIAL SUMMARY

H. B. Sec. 8.315, 8.320, 8.325, 8.330, 8.335, 8.340, 8.345, 8.346, 8.350, 8.355, 8.360, 8.365, 8.370	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Authorized Strength - Missouri National Guard	12,696	12,955	13,283
Actual Strength - Missouri National Guard	12,707	13,085	13,416
On-site Emergency Preparedness Activities	200	312	312
Hazardous Materials Plans Developed	0	48	27
Veterans Affairs Average Daily Contacts	9.3	9.4	9.4
Average Daily Census of State Veterans Homes	389	400	417
Administration	$ 1,038,831	$ 1,084,368	$ 1,126,995
Field Support	1,565,948	1,713,394	2,040,735
Contract Services	3,649,015	4,176,104	4,372,451
Air Search and Rescue	7,310	7,310	6,945
State Emergency Management Agency	3,836,878	3,594,089	3,745,450
Veterans Affairs	8,583,275	9,651,881	11,753,106
DIVISIONAL TOTAL	$ 18,681,257	$ 20,227,146	$ 23,045,682
PERSONAL SERVICE			
General Revenue Fund	4,417,301	4,825,228	6,261,314
Federal Funds	3,669,065	4,236,343	4,549,947
Missouri Veterans Home Fund	3,758,874	4,478,175	4,832,429
Missouri Disaster Fund	15,726	0	0
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,879,450	2,110,220	2,754,207
Federal Funds	114,321	278,517	394,444
Missouri Veterans Home Fund	2,053,364	2,177,399	2,132,077
Adjutant General Revolving Fund	54,750	25,000	25,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	66,264	66,264
Federal Funds	1,265,092	2,030,000	2,030,000
Missouri Disaster Fund	1,453,314	0	0
TOTAL	$ 18,681,257	$ 20,227,146*	$ 23,045,682
General Revenue Fund	6,296,751	7,001,712	9,081,785
Federal Funds	5,048,478	6,544,860	6,974,391
Missouri Veterans Home Fund	5,812,238	6,655,574	6,964,506
Adjutant General Revolving Fund	54,750	25,000	25,000
Missouri Disaster Fund	1,469,040	0	0
Full-time equivalent employees	713.46	810.52	961.15

* Does not include $89,886 general revenue recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for expansion of the Missouri National Guard to four additional communities.

ADJUTANT GENERAL

Missouri Military Forces - Administration

The program provides administrative support for the Missouri National Guard, including the functions of command communication, logistical assistance, finance, and budgeting. The Adjutant General is the chief of staff to the commander in chief (Governor). He is also the administrative head of the military forces, which include Army and Air National Guard elements assigned to the state by the federal government.

Fiscal Year 1990 Governor's Recommendations

- o $49,792 general revenue for pay plan.
- o ($3,165) general revenue core reduction for one-time landscaping expenses.
- o ($4,000) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

Missouri Military Forces - Field Support

The program ensures that the strength and readiness level of the Missouri National Guard is maintained to restore law and order, to assist in the disaster relief of any section of the state where the circumstances exceed the resources of the local civil authorities, and to be at an acceptable strength and readiness to respond to a call to federal active duty. It will support 13,283 troops throughout the state in Fiscal Year 1990 by providing clerical and maintenance personnel, housing, furnishings, and travel expenses as necessary for official military business. The field support program includes maintenance and operation of 65 armories and 500 buildings in over 70 Missouri communities.

The Guard has two basic functions: support for the nation as a whole in the event of national emergencies, and assistance to the Governor during state emergencies. The federal government supplies military equipment, pays drill and training costs, and provides some administrative support. In turn, the state recruits personnel, provides and maintains armories and storage buildings, and furnishes those facilities. In addition, the state pays the costs involved when the Governor calls up the National Guard in state emergency situations.

Fiscal Year 1990 Governor's Recommendations

- o $267,223 general revenue for expansion of the Missouri National Guard to seven additional communities.
- o $51,030 general revenue for security services at Jefferson Barracks.
- o $22,588 general revenue for pay plan.
- o ($8,500) general revenue in core reductions for one-time equipment purchases.
- o ($5,000) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

Missouri Military Forces - Contract Services

The program provides funding for contract agreements between the federal and state government related to the maintenance and security of National Guard installations and equipment, and the training of Guard personnel.

Fiscal Year 1990 Governor's Recommendations

- o $1,510 general revenue for expansion of the Missouri National Guard to seven additional communities.
- o $194,837, including $14,923 general revenue, for pay plan.

ADJUTANT GENERAL (Continued)

Office of Air Search and Rescue

The Office of Air Search and Rescue provides emergency services utilizing the efforts of professionally-trained pilots, communications specialists, and emergency support personnel. The office works in cooperation with state and federal agencies, the Civil Air Patrol, and public and private hospitals to provide emergency services, rescue operations, mercy missions, aerial observations, and emergency communications to anyone in immediate need of these specialized services.

Fiscal Year 1990 Governor's Recommendations

o ($365) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

State Emergency Management Agency

The State Emergency Management Agency (SEMA) develops policies and procedures that help protect citizens in times of disaster. SEMA is charged with the task of preparing and periodically updating plans to manage and control the state's resources in emergency situations. Once disaster strikes, this agency administers federal assistance to disaster areas and coordinates efforts to aid individuals, protect property, and restore essential utilities and structures. A state emergency operating center is also maintained to serve as the control center for state government should certain emergencies arise. The office receives grants from federal agencies such as the Civil Defense Preparedness and Federal Emergency Management Agency.

Fiscal Year 1990 Governor's Recommendations

o $90,000 and two staff, including $45,000 general revenue, for an earthquake planner and clerical support.
o $83,975, including $32,356 general revenue, for pay plan.
o ($13,810) general revenue in core reductions for one-time equipment purchases.
o ($8,804) general revenue in core reductions from the Fiscal Year 1989 appropriation level.

Veterans Affairs

The program has three components: administration, which oversees the substantive programs and maintains central files; the Missouri veterans' homes at St. James, Mt. Vernon, Mexico, and Cape Girardeau, Missouri which care for Missouri veterans and their spouses; and the Service to Veterans program, which assists veterans in applying for U.S. Veterans Administration pensions and other benefits.

Fiscal Year 1990 Governor's Recommendations

o $1,594,735 and 138.63 staff in general revenue for operation of the new Cape Girardeau veterans' home.
o $152,998 and five staff in federal funds for operation of a veterans employment and training program.
o $30,162 in veterans home funds for a volunteer services coordinator.
o $28,000 in veterans home funds for a van for handicapped residents of the Mt. Vernon veterans' home.
o $13,276 general revenue for veteran service office rent increases.
o $8,000 in veterans home funds for medical expense increases at the Mt. Vernon veterans' home.
o $377,026, including $127,295 general revenue, for pay plan.
o ($97,972) in veterans home fund core reductions for one-time equipment purchases.
o ($5,000) in veterans home fund core reductions from the Fiscal Year 1989 appropriation level.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of the Director	$ 67,041,350	$ 77,376,293	$ 91,586,126	$ 84,406,561
Division of Administration	11,098,581	12,171,747	17,410,951	16,824,296
Division of Adult Institutions	38,281,395	43,188,030	44,663,619	40,545,234
Division of Classification and Treatment	10,115,506	11,000,032	17,854,426	16,945,567
Board of Probation and Parole	19,294,258	22,313,987	27,385,069	26,004,031
DEPARTMENTAL TOTAL	$ 145,831,090	$ 166,050,089	$ 198,900,191	$ 184,725,689
General Revenue Fund	133,270,670	151,532,491	179,237,533	165,291,453
Federal Funds	592,866	1,492,047	1,826,341	1,820,116
Working Capital Revolving Fund	10,350,006	11,352,278	16,101,308	15,902,571
Inmate Revolving Fund	1,617,548	1,673,273	1,735,009	1,711,549
Full-time equivalent employees	4,823.81	5,228.39	6,058.45	5,632.90

POLICY SUMMARY

Rapid growth in the inmate population has been the major challenge facing the Department of Corrections and Human Resources. During the past five years, the inmate population has increased by almost 25 percent, and is projected to reach 12,453 by the end of Fiscal Year 1990. Planned expansion of prison capacity and implementation of incarceration alternatives have enabled Missouri to meet this challenge.

Enlarging the total prison capacity has proceeded under a program of constructing new facilities and renovating existing institutions. Since 1986, over $100 million in capital funding has been committed to meeting the need for secure and humane inmate housing. With the opening of two new facilities in January 1989, 1,539 additional prison spaces will be staffed by the end of Fiscal Year 1990 at Potosi Correctional Center and Western Missouri Correctional Center. The Governor's recommendations ensure the full operations of these new facilities by providing:

- o $1,237,068 for full-year funding of 47 non-security staff and fuel and utilities at Potosi Correctional Center;
- o $1,512,594 for full-year funding of 51 non-security staff and fuel and utilities at Western Missouri Correctional Center; and
- o $1,934,550 for Phase II operating funds and 85.91 non-security staff at Western Missouri Correctional Center.

This substantial commitment to new prison bedspace represents the capacity expansions necessary in Fiscal Year 1990 to meet the expected inmate population.

ALTERNATIVES TO IMPRISONMENT

The need for prison capacity can be reduced by the prudent use of alternatives to imprisonment. The Board of Probation and Parole administers two such alternatives, the Community Sentencing program and the House Arrest program, at considerable cost-savings to the state.

POLICY SUMMARY (Continued)

Community sentencing provides highly structured, maximum supervision of inmates who would otherwise be incarcerated. By avoiding the need for additional prison spaces, community sentencing saves the state over $6,500 each year for every offender supervised in the program. Up to 500 offenders in 23 counties throughout Missouri are currently under community supervision. The Governor's recommendations will strengthen this program in Fiscal Year 1990 by providing:

- o $31,782 for full-year funding of one and one-half staff positions, which continues the Fiscal Year 1989 expansion into four counties;
- o $255,417 to expand community sentencing into six additional counties and serve an additional 60 to 100 offenders, at an annual cost-savings of over $500,000.

The House Arrest program enables eligible inmates to be released from a correctional facility 120 days prior to their scheduled parole date. Staff and electronic surveillance are used to supervise inmates, at a cost-savings of $20.50 per day for every inmate enrolled in the program. Current funding allows up to 300 inmates to be monitored through House Arrest. The Governor's recommendations provide for expansion of this program during Fiscal Year 1990:

- o $49,168 for full-year funding of two and one-half staff for the House Arrest program implemented in Fiscal Year 1989 as authorized by Senate Bill 39 passed by the First Regular Session of the 84th General Assembly;
- o $244,514 for six staff to expand the program to serve an additional 200 inmates, at an annual cost-savings of over $247,000; and
- o $501,661 to develop a House Arrest program for up to 400 technical parole violators, who would otherwise be returned to a correctional facility, and to fund 13 staff to implement this program, at an annual costs savings of over $2,400,000.

MAINTAINING PRISON SECURITY

Increases in the inmate population require adequate levels of security staff throughout the state's correctional facilities. The Governor's recommendations include $1,379,328 for the addition of 76 staff to the security pool. These recommendations are based on a lowered staffing formula of one staff position for every 4.9 inmates, to help ensure that prison security is maintained. The Governor's recommendations also include $909,941 for full-year funding of 52.26 security staff, to be used primarily at Potosi Correctional Center and Western Missouri Correctional Center.

PROBATION AND PAROLE STAFF

The Board of Probation and Parole provides investigative services and recommendations to the courts and supervises all probationers and parolees. The courts and prison system increasingly rely on the supervisory services provided by Probation and Parole staff, as a major cost-savings alternative to the need for additional prison spaces. As a result, the probation and parole caseload has grown significantly during the 1980's, and is expected to increase by nearly 5,000 cases during Fiscal Year 1990. To keep pace with this growth, the Governor's recommendations include $1,490,088 for 54 additional staff. In addition, the Governor's recommendations include $34,095 to fund a district supervisor for the establishment of an institutional parole office at Western Missouri Correctional Center.

POLICY SUMMARY (Continued)

REDUCING INMATE ILLITERACY

Inmates with educational deficiencies are more likely to experience adjustment problems and return to a criminal lifestyle following release from prison than inmates who have basic educational skills. Approximately 40 percent of all incoming inmates to the prison system are found to be functionally illiterate. The Governor's recommendations provide $51,268 for four Special Education staff to implement the Missouri Literacy Incentive Program beginning January 1990. As a trial project, young and illiterate inmates will be targeted for special one-on-one remedial educational instruction. In addition, the Governor recommends $23,936 for one caseworker position to administer special education services, as the state match for a grant received from the Department of Elementary and Secondary Education.

INSTITUTIONAL UPKEEP AND PREVENTATIVE MAINTENANCE

The Governor's recommendations provide $45,894 for full-year funding of five staff positions to serve on a maintenance/repair team to carry out special maintenance projects at any of the 16 correctional facilities. The Governor's recommendations also include $66,330 for two staff to serve on a preventative maintenance team. By routinely inspecting the physical facilities and assessing the need for repairs, this team's expertise will produce cost-savings on equipment replacement and institutional upkeep.

OFFICE OF THE DIRECTOR

The director of the Department of Corrections and Human Resources provides guidance, coordination, and control of the four departmental divisions: Administration, Adult Institutions, Classification and Treatment, and Probation and Parole. Legal affairs, inmate grievances, research and evaluation, investigations, and training are also administered from the Office of the Director. Appropriations centralized at this level include halfway house placements, inmate fund programs, telecommunications, fuel and utilities, food, inmate wage and discharge fund, security staff, the institutional expense and equipment pool and federal programs.

Fiscal Year 1990 Governor's Recommendations

- $1,379,328 for an addition of 76 positions to the security pool.
- $127,731 for increasing the institutional expense and equipment pool.
- $892,099 for full-year funding of 52.26 staff positions in the security pool.
- $472,892 for increased costs of food due to inmate population growth and inflation.
- $935,000 core transfer from Western Missouri and Potosi Correctional Centers for fuel and utilities and telecommunications.
- $835,000 for full-year funding of fuel and utilities and telecommunications at Western Missouri and Potosi Correctional Centers.
- $22,176 for full-year funding of one staff position in the Office of Director.
- $200,000 in federal funds for five staff positions and equipment expenses to permit expenditure of federal grants.
- $64,479 to cover line charges for computerization enhancement.
- $41,832 for the wage and discharge fund to meet the needs of increased inmate population.
- $30,000 in working capital revolving funds to meet telecommunications expenses of additional staff.
- $25,428 core transfer of one staff position from the Division of Administration.
- $4,557 in working capital revolving funds for inflationary increases in fuel and utilities.
- $3,080,936 for pay plan, including $2,978,813 general revenue.
- ($1,000,000) core reduction for fuel and utilities.
- ($61,750) core reduction in one-time equipment purchases.
- ($19,440) core reduction based on a formula approach to staffing the emergency squad in the security pool.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
OFFICE OF THE DIRECTOR

9.005, 9.010, 9.015, 9.020, 9.025, 9.030, 9.035, 9.036, 9.040, H.B. Sec. 9.045, 9.050, 9.055, 9.060, 9.065	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Halfway House Beds Contracted	622	546	576	576
Prison Inmates, fiscal year end	12,076	12,131	12,453	12,453
Security Staff	2,297	2,496	2,572	2,572
Inmate to Guard Ratio	5.00/1	4.92/1	4.90/1	4.90/1
Probation and Parole Caseload, fiscal year end	37,565	44,527	49,491	49,491
Office of the Director (Staff)	$ 647,834	$ 750,045	$ 1,016,261	$ 906,364
Information Systems	901,705	1,798,173	2,748,521	1,817,786
Training	347,326	491,374	491,374	491,374
Federal Programs	496,681	1,192,047	1,471,717	1,435,492
Halfway Houses	5,847,185	5,887,500	5,887,500	5,887,500
Inmate Revolving Fund Programs	495,041	531,392	585,042	562,538
Telecommunications	1,234,419	1,130,878	1,376,922	1,280,878
Fuel and Utilities	7,693,116	9,323,614	10,962,646	9,978,171
Food	8,661,930	9,683,906	10,470,823	10,156,798
Inmate Wage and Discharge Fund	1,469,335	1,469,507	1,525,199	1,511,339
Security Staff	37,476,977	42,789,857	52,382,462	47,922,590
Institutional Expense and Equipment Pool	1,491,832	1,800,000	2,139,659	1,927,731
Major Equipment Purchases	277,969	528,000	528,000	528,000
OFFICE OF THE DIRECTOR TOTAL	$ 67,041,350	$ 77,376,293	$ 91,586,126	$ 84,406,561
PERSONAL SERVICE				
General Revenue Fund	37,536,939	42,885,808	52,672,944	48,126,652
Federal Funds	378,893	694,870	844,540	838,315
Working Capital Revolving Fund	280,943	290,763	311,207	311,165
Inmate Revolving Fund	466,214	504,382	566,118	542,658
EXPENSE AND EQUIPMENT				
General Revenue Fund	26,951,138	30,846,470	34,902,760	32,299,214
Federal Funds	213,973	797,177	897,177	897,177
Working Capital Revolving Fund	61,916	187,932	222,489	222,489
Inmate Revolving Fund	1,151,334	1,168,891	1,168,891	1,168,891
TOTAL	$ 67,041,350	$ 77,376,293	$ 91,586,126	$ 84,406,561
General Revenue Fund	64,488,077	73,732,278	87,575,704	80,425,866
Federal Funds	592,866	1,492,047	1,741,717	1,735,492
Working Capital Revolving Fund	342,859	478,695	533,696	533,654
Inmate Revolving Fund	1,617,548	1,673,273	1,735,009	1,711,549
Full-time equivalent employees	2,501.57	2,540.49	2,952.75	2,675.75

DIVISION OF ADMINISTRATION

The Division of Administration manages the Department's monetary, physical, and personnel resources. The fiscal management section carries out budget preparation, purchases, expenditures, and the day-to-day accounting and bookkeeping functions of the Department, including supervision of inmate accounts. Missouri correctional industries and farms, funded by the working capital revolving fund, employ and train between 800 and 1,100 inmates, raise food for institutions, and manufacture products for state and local agencies. The construction office supervises the Department's lease agreements, capital improvements and new construction, plant maintenance, and property control. The personnel section administers the Department's personnel functions.

Fiscal Year 1990 Governor's Recommendations

- $4,300,000 in working capital revolving funds to increase the spending authorization limit for industries expansion.
- $66,330 for two positions to staff a preventative maintenance team.
- $44,994 for full-year funding of two and one-half staff positions for a maintenance/repair team.
- $275,885 for pay plan, including $80,551 general revenue.
- $16,512 core transfer of one position from Probation and Parole.
- ($14,283) core reduction for one-time equipment purchases.
- ($11,461) core reduction from the Fiscal Year 1989 appropriation level.
- ($25,428) core transfer of one position to Office of Director, Information Systems.

H.B. Sec. 9.100, 9.105	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personnel Transactions	55,034	53,107	57,208
Purchase Orders	58,013	59,900	60,200
Inmates Employed in Industries and Farms	954	1,000	1,050
PERSONAL SERVICE			
General Revenue Fund	$ 972,418	$ 1,154,991	$ 1,320,400
Working Capital Revolving Fund	2,166,718	2,864,010	3,059,344
EXPENSE AND EQUIPMENT			
General Revenue Fund	119,016	143,173	134,979
Working Capital Revolving Fund	7,840,429	8,009,573	12,309,573
TOTAL	$ 11,098,581	$ 12,171,747*	$ 16,824,296
General Revenue Fund	1,091,434	1,298,164	1,455,379
Working Capital Revolving Fund	10,007,147	10,873,583	15,368,917
Full-time equivalent employees	159.89	209.50	214.00

* Does not include $2,351,250 in working capital revolving funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for Prison Industries expansion.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
DIVISION OF ADULT INSTITUTIONS

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Central Office	$ 458,974	$ 697,714	$ 806,923	$ 720,770
Missouri State Penitentiary	4,234,729	4,313,536	4,635,252	4,521,438
Central Missouri Correctional Center	2,459,215	2,648,955	2,701,424	2,401,773
Renz Correctional Center	1,291,446	1,368,294	1,313,567	1,255,104
Ozark Correctional Center	1,278,978	1,289,563	1,301,509	1,203,228
State Correctional Pre-Release Center	740,577	758,602	741,588	705,847
Missouri Training Center for Men	3,386,284	3,887,706	3,297,577	3,107,183
Algoa Correctional Center	2,820,466	2,934,011	3,002,474	2,828,723
St. Mary's Honor Center	599,458	622,760	651,699	655,409
Ka-Cee Honor Center	628,499	601,034	629,900	622,504
Missouri Eastern Correctional Center	2,534,986	2,564,164	2,368,958	2,305,210
Chillicothe Correctional Center	1,245,191	1,306,787	1,258,298	1,138,101
Boonville Correctional Center	2,430,904	2,536,664	2,655,296	2,440,944
Farmington Correctional Center	4,844,577	4,399,442	4,455,866	4,472,397
Western Missouri Correctional Center	377,532	4,809,252	6,352,166	5,025,235
Potosi Correctional Center	8,949,579	8,449,546	8,491,122	7,141,368
DIVISIONAL TOTAL	$ 38,281,395	$ 43,188,030	$ 44,663,619	$ 40,545,234
PERSONAL SERVICE				
General Revenue Fund	23,059,067	26,822,225	31,429,564	29,391,489
Federal Funds	0	0	84,624	84,624
EXPENSE AND EQUIPMENT				
General Revenue Fund	15,222,328	16,365,805	13,149,431	11,069,121
TOTAL	$ 38,281,395	$ 43,188,030	$ 44,663,619	$ 40,545,234
General Revenue Fund	38,281,395	43,188,030	44,578,995	40,460,610
Federal Funds	0	0	84,624	84,624
Full-time equivalent employees	1,172.44	1,329.94	1,498.21	1,402.71

CENTRAL OFFICE

The Central Office of the Division of Adult Institutions manages the Division and oversees 15 correctional institutions.

Fiscal Year 1990 Governor's Recommendations

- o $23,056 for pay plan.

H.B. Sec. 9.200	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Institutional Population, fiscal year end	12,076	12,131	12,453
Personal Service	$ 396,531	$ 417,240	$ 440,296
Expense and Equipment	62,443	280,474	280,474
TOTAL			
General Revenue Fund	$ 458,974	$ 697,714	$ 720,770
Full-time equivalent employees	14.88	16.00	16.00

MISSOURI STATE PENITENTIARY

The Missouri State Penitentiary, located in Jefferson City, houses maximum and medium security prisoners. Penitentiary industries include a furniture factory, a metal factory, a shoe factory, dental and optical products, and a soap manufacturing plant. The December 23, 1988 population was 1,881 inmates.

Fiscal Year 1990 Governor's Recommendations

- o $84,624 in federal funds for four staff, for court-ordered improvements in the special management unit.
- o $22,500 core transfer for one staff position from Boonville Correctional Center.
- o $190,991 for pay plan.
- o ($90,213) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.300, 9.301	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	2,040	1,986	1,792
Personal Service			
General Revenue Fund	$ 3,267,082	$ 3,333,976	$ 3,547,467
Federal Funds	0	0	79,824
Expense and Equipment			
General Revenue Fund	967,647	979,560	889,347
Federal Funds	0	0	4,800
TOTAL	$ 4,234,729	$ 4,313,536	$ 4,521,438
General Revenue Fund	4,234,729	4,313,536	4,436,814
Federal Funds	0	0	84,624
Full-time equivalent employees	168.80	169.75	174.75

CENTRAL MISSOURI CORRECTIONAL CENTER

The Central Missouri Correctional Center is a minimum and medium security facility located near Jefferson City. Farming operations at the facility include a beef herd and timber harvesting. The December 23, 1988 population was 338 inmates in minimum security and 834 in medium security.

Fiscal Year 1990 Governor's Recommendations

- o $111,874 for pay plan.
- o ($228,228) core transfer of nine and one-half staff positions to the medical services pool.
- o ($130,828) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.305	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	1,200	1,075	929
Personal Service	$ 2,017,618	$ 2,057,076	$ 1,940,722
Expense and Equipment	441,597	591,879	461,051
TOTAL			
General Revenue Fund	$ 2,459,215	$ 2,648,955	$ 2,401,773
Full-time equivalent employees	104.13	105.75	96.25

RENZ CORRECTIONAL CENTER

The Renz Correctional Center, located north of Jefferson City along the Missouri River, is a minimum security facility. The institution provides basic support services and educational opportunities. Three industries operate at or from Renz: data entry, quick printing, and custodial services. The December 23, 1988 population at Renz was 318 inmates.

Fiscal Year 1990 Governor's Recommendations

- o $64,462 for pay plan.
- o ($127,756) core transfer of 6.75 staff positions to the medical services pool.
- o ($49,896) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.310	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	400	320	297
Personal Service	$ 1,068,438	$ 1,171,001	$ 1,107,707
Expense and Equipment	223,008	197,293	147,397
TOTAL			
General Revenue Fund	$ 1,291,446	$ 1,368,294	$ 1,255,104
Full-time equivalent employees	57.47	59.88	53.13

OZARK CORRECTIONAL CENTER

The Ozark Correctional Center is a minimum security institution located east of Springfield, Missouri. The Center has no industries, but a continuing emphasis is placed on vocational and educational classwork in preparation for work release in the surrounding community. Camp Hawthorne, a satellite operation at Lake Ozark State Park, provides 40 spaces for inmates employed with the Department of Natural Resources. The December 23, 1988 population at Ozark was 532, including 40 inmates at Camp Hawthorne.

Fiscal Year 1990 Governor's Recommendations

o $57,298 for pay plan.
o ($120,812) transfer of 5.25 staff to medical services and one position to Renz Correctional Center.
o ($22,821) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.315	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	485	475	441
Personal Service	$ 1,015,158	$ 1,047,879	$ 984,365
Expense and Equipment	263,820	241,684	218,863
TOTAL General Revenue Fund	$ 1,278,978	$ 1,289,563	$ 1,203,228
Full-time equivalent employees	56.62	56.50	50.25

STATE CORRECTIONAL PRE-RELEASE CENTER

The State Correctional Pre-Release Center, a minimum security facility in Tipton, Missouri, prepares inmates for transfer to honor centers or halfway houses where they will be on work release. The pre-release program emphasizes resocialization and development of job skills for inmates leaving the Department. The December 23, 1988 population of the Tipton Pre-Release Center was 250 inmates.

Fiscal Year 1990 Governor's Recommendations

o $4,162 core increase based on a formula approach to expense and equipment funding.
o $33,611 for pay plan.
o ($90,528) core transfer of four staff positions to the medical services pool.

H.B. Sec. 9.320	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	275	250	232
Personal Service	$ 597,129	$ 647,625	$ 590,708
Expense and Equipment	143,448	110,977	115,139
TOTAL General Revenue Fund	$ 740,577	$ 758,602	$ 705,847
Full-time equivalent employees	32.43	33.12	29.12

MISSOURI TRAINING CENTER FOR MEN

The Missouri Training Center for Men is a medium security institution located in Moberly, Missouri. It provides inmates with basic support services and educational opportunities, including opportunities to obtain grade school, high school, and college credit. Prison industries include a laundry, metal factory, sign shop, print shop, and plasmapheresis. The December 23, 1988 population of the Training Center was 1,741 inmates.

Fiscal Year 1990 Governor's Recommendations

- $139,028 for pay plan.
- ($861,096) core transfer of 28.58 staff positions to Boonville Correctional Center, Missouri State Penitentiary, Farmington Correctional Center, and the medical services pool.
- ($58,455) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.325	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	1,600	1,475	1,370
Personal Service	$ 2,762,060	$ 3,149,337	$ 2,427,269
Expense and Equipment	624,224	738,369	679,914
TOTAL			
General Revenue Fund	$ 3,386,284	$ 3,887,706	$ 3,107,183
Full-time equivalent employees	135.35	145.58	117.00

ALGOA CORRECTIONAL CENTER

The Algoa Correctional Center is a medium security institution located east of Jefferson City. It provides inmates with basic support services and educational opportunities, including training in auto mechanics, building trades, laundry, electronics, refrigeration, carpentry, plumbing, culinary arts, and horticulture. The facility also has a clothing factory and a beef herd. The December 23, 1988 population was 1,045 inmates.

Fiscal Year 1990 Governor's Recommendations

- $138,707 for pay plan.
- ($207,309) core transfer of 7.75 staff positions to the medical services pool.
- ($36,686) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.330	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	1,150	1,150	1,069
Personal Service	$ 2,320,529	$ 2,366,794	$ 2,298,192
Expense and Equipment	499,937	567,217	530,531
TOTAL			
General Revenue Fund	$ 2,820,466	$ 2,934,011	$ 2,828,723
Full-time equivalent employees	116.47	115.13	107.38

ST. MARY'S HONOR CENTER

The St. Mary's Honor Center provides for work release of inmates from the St. Louis area. Resident inmates work with Division personnel to secure and maintain employment while keeping close contact with their families. After an initial orientation, inmates enter full-time employment or a vocational or education program. Inmates are required to save 25 percent of their earnings as well as to return 25 percent of earnings to the state for maintenance. The December 23, 1988 population at St. Mary's was 39 females and 159 males.

Fiscal Year 1990 Governor's Recommendations

- $4,256 core increase based on a formula approach to expense and equipment funding.
- $28,393 for pay plan.

H.B. Sec. 9.335	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	201	210	195
Personal Service	$ 448,010	$ 464,106	$ 492,499
Expense and Equipment	151,448	158,654	162,910
TOTAL			
General Revenue Fund	$ 599,458	$ 622,760	$ 655,409
Full-time equivalent employees	23.18	24.00	24.00

KA-CEE HONOR CENTER

The Ka-Cee Honor Center provides for work release of inmates from the Kansas City area. Resident inmates work with Division personnel to secure and maintain employment while keeping close contact with their families. After an initial orientation, inmates enter full-time employment or a vocational or education program. Inmates are required to save 25 percent of their earnings as well as to return 25 percent of earnings to the state for maintenance. The December 23, 1988 population of Ka-Cee Honor Center was 14 females and 148 males.

Fiscal Year 1990 Governor's Recommendations

- $28,752 for pay plan.
- ($7,282) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.340	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	185	170	158
Personal Service	$ 444,811	$ 472,461	$ 501,213
Expense and Equipment	183,688	128,573	121,291
TOTAL			
General Revenue Fund	$ 628,499	$ 601,034	$ 622,504
Full-time equivalent employees	22.79	24.00	24.00

MISSOURI EASTERN CORRECTIONAL CENTER

The Missouri Eastern Correctional Center is a medium security facility near Pacific, Missouri. It provides inmates with basic support services and educational opportunities. Missouri correctional industries provide employment for inmates in a furniture-refinishing factory. The December 23, 1988 population was 999 inmates.

Fiscal Year 1990 Governor's Recommendations

o $106,079 for pay plan.
o ($332,852) core transfer of 16.33 staff positions to the medical services pool.
o ($32,181) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.345	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	1,000	1,000	929
Personal Service	$ 1,967,502	$ 2,070,932	$ 1,844,159
Expense and Equipment	567,484	493,232	461,051
TOTAL			
General Revenue Fund	$ 2,534,986	$ 2,564,164	$ 2,305,210
Full-time equivalent employees	99.92	105.33	89.00

CHILLICOTHE CORRECTIONAL CENTER

The Chillicothe Correctional Center houses minimum security female offenders. The institution provides inmates with basic support services and educational opportunities. Missouri correctional industries provides employment for inmates in a data entry operation. The December 23, 1988 population was 419 inmates.

Fiscal Year 1990 Governor's Recommendations

o $51,394 for pay plan.
o ($206,505) core transfer of 10.37 staff positions to the medical services pool.
o ($13,575) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.350	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	430	430	400
Personal Service	$ 1,049,483	$ 1,094,697	$ 939,586
Expense and Equipment	195,708	212,090	198,515
TOTAL			
General Revenue Fund	$ 1,245,191	$ 1,306,787	$ 1,138,101
Full-time equivalent employees	54.96	56.37	46.00

BOONVILLE CORRECTIONAL CENTER

The Boonville Correctional Center is a minimum security facility for the care, custody and rehabilitation of young adult male offenders. The facility provides inmates with basic support services as well as educational opportunities. The December 23, 1988 population was 777.

Fiscal Year 1990 Governor's Recommendations

- o $90,000 core transfer of four positions from Missouri Training Center for Men.
- o $114,107 for pay plan.
- o ($274,915) core transfer of one staff position to Fulton Reception and Diagnostic Center and nine and one-half positions to the medical services pool.
- o ($24,912) core reduction based on a formula approach to expense and equipment funding.

H.B. Sec. 9.355	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	780	780	725
Personal Service	$ 2,020,344	$ 2,151,943	$ 2,081,135
Expense and Equipment	410,560	384,721	359,809
TOTAL			
General Revenue Fund	$ 2,430,904	$ 2,536,664	$ 2,440,944
Full-time equivalent employees	101.52	102.50	96.00

FARMINGTON CORRECTIONAL CENTER

The Farmington Correctional Center is a medium security institution for 1,900 inmates. A 200-bed mental health unit provides long-term care for prison inmates with chronic mental illness and is operated by the Department of Mental Health. The December 23, 1988 population was 1,763 inmates.

Fiscal Year 1990 Governor's Recommendations

- o $152,820 core increase based on a formula approach to expense and equipment funding.
- o $48,768 core transfer of two positions from Missouri Training Center for Men.
- o $56,369 to cover fringe benefit costs.
- o $202,323 for pay plan.
- o ($387,325) core transfer of 18 staff positions to the medical services pool.

H.B. Sec. 9.360, 9.361	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	1,567	1,737	1,749
Personal Service	$ 3,631,557	$ 3,684,255	$ 3,604,390
Expense and Equipment	1,213,020	715,187	868,007
TOTAL			
General Revenue Fund	$ 4,844,577	$ 4,399,442	$ 4,472,397
Full-time equivalent employees	181.70	187.50	171.50

WESTERN MISSOURI CORRECTIONAL CENTER

The Western Missouri Correctional Center, located in Cameron, is a minimum and medium security institution for 1,900 inmates. It will become operational during Fiscal Year 1989, with a projected year-end population of 618 inmates, and is designated as a vocational training institution for Missouri inmates.

Fiscal Year 1990 Governor's Recommendations

- $2,977,144 for full-year funding of 49.47 staff and for 85.91 Phase II staff.
- $150,329 for pay plan.
- ($1,613,048) core reduction for one-time equipment purchases.
- ($778,442) core reduction based on a formula approach to expense and equipment funding.
- ($520,000) core transfer to the Office of Director for fuel and utilities and telecommunications.

H.B. Sec. 9.365	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	0	618	1,012
Personal Service	$ 22,620	$ 1,383,484	$ 4,258,833
Expense and Equipment	354,912	3,425,768	766,402
TOTAL			
General Revenue Fund	$ 377,532	$ 4,809,252	$ 5,025,235
Full-time equivalent employees	0.99	65.95	201.33

POTOSI CORRECTIONAL CENTER

The Potosi Correctional Center will be a medium to maximum security institution for 500 inmates. This is the first high security facility in the country to be financed by lease-purchase.

Fiscal Year 1990 Governor's Recommendations

- $912,628 for full-year funding of 42.80 staff and for two Phase II staff.
- $128,839 for pay plan.
- ($1,203,850) core reduction for one-time equipment purchase.
- ($721,257) core reduction based on a formula approach to expense and equipment funding.
- ($415,000) core transfer to the Office of Director for fuel and utilities and telecommunications.
- ($9,538) core reduction for .38 pharmacy-related staff positions.

H.B. Sec. 9.370, 9.375	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	0	404	418
Personal Service	$ 30,195	$ 1,309,419	$ 2,337,748
Expense and Equipment	8,919,384	7,140,127	4,803,620
TOTAL			
General Revenue Fund	$ 8,949,579	$ 8,449,546	$ 7,141,368
Full-time equivalent employees	1.23	62.58	107.00

DEPARTMENT OF CORRECTIONS
DIVISION OF CLASSIFICATION AND TREATMENT
DIVISIONAL SUMMARY

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Classification and Treatment Staff	$ 494,777	$ 658,684	$ 827,002	$ 670,361
Medical Services	3,176,469	3,632,664	7,800,426	7,436,961
Hospital Services	3,195,165	3,197,906	6,004,853	5,607,275
Educational Services	836,291	947,228	1,007,228	998,496
Public School Retirement	4,307	7,000	7,000	7,000
Reception and Diagnostic Center	2,408,497	2,556,550	2,207,917	2,225,474
DIVISIONAL TOTAL	$ 10,115,506	$ 11,000,032	$ 17,854,426	$ 16,945,567
Personal Service	3,951,406	4,930,468	8,482,274	8,007,734
Expense and Equipment	6,164,100	6,069,564	9,372,152	8,937,833
TOTAL				
General Revenue Fund	$ 10,115,506	$ 11,000,032	$ 17,854,426	$ 16,945,567
Full-time equivalent employees	179.81	224.96	349.49	330.94

DIVISION OF CLASSIFICATION AND TREATMENT

The Division of Classification and Treatment provides central direction for the classification of inmates, inmate education, health and mental health services, and the sex offender program. It administers the classification system and the prison hospital at the Missouri State Penitentiary. The Division also directs the new Reception and Diagnostic Center at Fulton.

Fiscal Year 1990 Governor's Recommendations

- $2,409,369 for inflationary costs and increased utilization due to inmate population growth for hospital services.
- $147,905 for inflationary costs and increased utilization due to inmate population growth for medical services.
- $3,296,503 core transfer of 128.53 staff from correctional institutions to consolidate the medical services pool.
- $51,268 for partial year funding for four staff to implement the Missouri Literacy Incentive Program.
- $409,254 for pay plan.
- ($32,188) core reduction from the Fiscal Year 1989 appropriation.
- ($5,500) core reduction for one-time equipment purchases.

9.400, 9.405, 9.406, H.B. Sec. 9.410, 9.415, 9.416, 9.420	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Enrollment in Basic Education Programs	6,171	6,622	7,086
Enrollment in Vocational Education Programs	3,446	3,699	3,844
Sick Call	158,751	168,562	178,979
Personal Service	$ 1,986,441	$ 2,595,873	$ 6,150,324
Expense and Equipment	5,720,568	5,847,609	8,569,769
TOTAL			
General Revenue Fund	$ 7,707,009	$ 8,443,482*	$ 14,720,093
Full-time equivalent employees	84.39	111.91	242.44

* Does not include $2,685,588 in general revenue recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for hospital purchase of service.

FULTON RECEPTION AND DIAGNOSTIC CENTER

The Fulton Reception and Diagnostic Center is the intake unit for the state's prison system for both male and female inmates. Its staff evaluates inmates to determine the most appropriate assignments in the Division of Adult Institutions. The facility also provides high security capacity for female inmates. Phase I opened in January, 1987 and Phase II opened in the summer of 1988. The December 23, 1988 population was 626 males and 156 females.

Fiscal Year 1990 Governor's Recommendations

- $143,809 core increase based on a formula approach to expense and equipment.
- $23,936 for one educational staff position.
- $20,290 to cover fringe benefit costs.
- $45,924 core transfer of one staff position from Boonville Correctional Center and one staff position from Division of Classification and Treatment.
- $101,334 for pay plan.
- ($666,369) core transfer of 27.55 staff positions to the medical services pool.

H.B. Sec. 9.425, 9.430	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Inmate Population, fiscal year end	348	348	737
Personal Service	$ 1,964,965	$ 2,334,595	$ 1,857,410
Expense and Equipment	443,532	221,955	368,064
TOTAL			
General Revenue Fund	$ 2,408,497	$ 2,556,550	$ 2,225,474
Full-time equivalent employees	95.42	113.05	88.50

BOARD OF PROBATION AND PAROLE

The Board of Probation and Parole furnishes services to circuit courts and to clients assigned to its custody. Court services include pre-sentence investigations to assist judges in making appropriate sentencing decisions and recognizance supervision to ensure that individuals charged with offenses will appear for trial when they are not detained in jails. Depending on client needs, alcohol and drug abuse counseling, employment counseling, referral to specialized services, halfway house placement, and supervision are also available to ensure that clients meet the terms of their probation or parole. The Board also implements the community sentencing program, which provides community alternatives for convicted felons who would otherwise be sent to prison, and operates a program for intensive supervision of conditional releases. The house arrest program enables eligible inmates to be released from a correctional facility 120 days prior to their scheduled parole date. They are then supervised using staff and electronic surveillance during their parole period. Up to 500 inmates will be supervised in the expanded house arrest program in Fiscal Year 1990. A house arrest program for technical parole violators who otherwise would be returned to prison will serve up to 400 additional offenders in Fiscal Year 1990.

Fiscal Year 1990 Governor's Recommendations

- $1,490,088 for 44 probation and parole officers and ten clerical staff positions to meet the projected caseload increase of 4,964 cases.
- $244,514 for six staff positions to expand the house arrest program.
- $501,661 for 13 staff positions to implement a house arrest program for technical parole violators.
- $48,204 for full-year funding of two and one-half staff positions for the house arrest program.
- $255,417 for nine staff positions to expand the community sentencing program.
- $31,158 for full-year funding of one and one-half staff positions for the community sentencing program.
- $34,095 for one position to staff the institutional parole office at Western Missouri Correctional Center.
- $1,274,007 for pay plan.
- ($16,512) core transfer of one staff position to the Division of Administration.
- ($163,585) core reduction for one-time equipment purchases.
- ($9,003) core reduction in the house arrest program due to decreasing costs of surveillance equipment.

9.500, 9.505, 9.510, H.B. Sec. 9.515, 9.520, 9.525	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Agency Caseload	37,565	44,527	49,491
Work Units	138,615	152,774	165,156
Probation and Parole Officer I	425	475	519
Work Units Per Officer	326	321	318
Community Sentence Cases	375	465	565
Personal Service	$ 16,055,580	$ 18,505,548	$ 21,548,385
Expense and Equipment	3,238,678	3,808,439	4,455,646
TOTAL			
General Revenue Fund	$ 19,294,258	$ 22,313,987	$ 26,004,031
Full-time equivalent employees	810.10	923.50	1,009.50

DEPARTMENT OF MENTAL HEALTH

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Central Office and Statewide Programs	$ 113,438,479	$ 143,112,414	$ 190,232,571	$ 162,732,542
Division of Alcohol and Drug Abuse (Administration)	1,112,212	1,656,026	1,913,541	1,771,033
Division of Comprehensive Psychiatric Services	125,122,124	131,407,123	148,435,237	143,076,507
Division of Mental Retardation/Developmental Disabilities	93,541,404	98,389,373	105,415,616	102,067,970
DEPARTMENTAL TOTAL	$ 333,214,219	$ 374,564,936	$ 445,996,965	$ 409,648,052
General Revenue Fund	310,238,793	335,000,000	401,300,553	361,230,097
Federal Funds	22,443,834	33,534,893	38,662,112	42,234,309
Mental Health Trust Fund	531,592	1,030,043	1,034,300	1,033,646
Central Supply Fund	0	5,000,000	5,000,000	5,000,000
State Treasurer Institutions Gift Trust Fund	0	0	0	150,000
Full-time equivalent employees	10,757.99	11,364.05	11,949.13	11,700.14

POLICY SUMMARY

The Governor recommends a total increase of $36.8 million for the Department of Mental Health for Fiscal Year 1990. The recommendations emphasize continued expansion of community-based services, better quality care in state facilities, and stronger measures to deal with alcohol and drug abuse.

These recommendations continue previous efforts to use available state and federal resources more effectively on behalf of the mentally ill, mentally retarded and developmentally disabled, and Missourians affected by substance abuse. Core redirections of $4.1 million in general revenue buttress recommended expansions of the Medicaid Home and Community-Based Services Waiver for the mentally retarded and developmentally disabled and the Medicaid Plan Amendment for the seriously mentally ill, both of which will generate federal funds for further service expansions. A substantial increase in federal appropriations for the Division of Alcohol and Drug Abuse will also broaden the state's attack on substance abuse.

Interagency programs which focus the special expertise of various agencies on problems faced by particular individuals are yet another way to increase the effectiveness of available resources. The Governor's recommendations include an interagency project to help troubled children remain in their homes and in school, additional mental health treatment for prison inmates, and a $1 million expansion in the Department of Health to prevent mental retardation and birth defects, a program that the Department of Mental Health also ranks as one of its highest priorities.

REDUCING THE IMPACT AND INCIDENCE OF ALCOHOL AND DRUG ABUSE

Alcohol and drug abuse continues to be one of the greatest problems facing American society, the state, its communities, and families. The Division of Alcohol and Drug Abuse has a significant amount of federal funds available on a one-time basis from prior fiscal years, in addition to recent increases in ongoing federal funding. The Governor's recommendations put the funds to work to increase prevention and treatment services. The one-time federal funds will gradually be replaced with general revenue over the next few years.

Adolescent Treatment Centers. Approximately 2,100 Missourians aged 13 to 18 need alcohol and drug treatment. In recent years the state has established treatment centers in five of six regions of the Division of Alcohol and Drug Abuse. These centers provide detoxification, treatment, and outpatient services along with specialized education, recreation, and family counseling. The Governor recommends $822,250 for full-year

POLICY SUMMARY (Continued)

funding for the Central Adolescent Treatment Center, which will come into operation during the last three months of Fiscal Year 1989, and to establish a sixth treatment center in the northern region during Fiscal Year 1990. The new center will serve about 156 adolescents and their families each year.

Health and Safety Standards. Many alcohol and drug treatment centers are located in older frame buildings which are in poor condition and need improved health and safety conditions. The Governor recommends Fiscal Year 1989 supplemental funding of $562,500 and $2.3 million in Fiscal Year 1990 to implement new environmental standards adopted by the Department. The funds will be used to adjust purchase-of-service rates to cover the cost of making those improvements.

Prevention. One major way to address the problem of alcohol and drug abuse is to reduce the demand for these substances by encouraging Missourians, especially the young, to resist their use. The Governor recommends $1.4 million for prevention efforts administered by the Division of Alcohol and Drug Abuse. This broadened prevention effort will emphasize expansion of the successful efforts of the "MO Says NO" initiative, improved identification of young people who are at high risk of involvement with alcohol and drugs, and assistance to local communities interested in developing their own prevention programs. A portion of the increase will also be focused toward the "Caring Communities" project discussed earlier. The recommendation includes three staff to help coordinate the prevention program.

Family Treatment. Alcohol and drug abuse is not just an individual problem. It also affects families, both as contributors to the problem and as its victims. The Governor recommends $777,500 to add three family treatment centers to give intensive services to 540 family members per year. This will provide one center for each region of the state. Also included in the recommendation are family treatment staff for each of the six adolescent centers and child care capacity to help more women obtain treatment at women's centers while also allowing early preventive intervention with the children themselves.

MORE AND BETTER SERVICES IN THE COMMUNITY

Caring Communities. Children with multiple problems ranging from emotional disorders to alcoholic parents need a variety of services involving the expertise of different agencies. The Departments of Mental Health, Elementary and Secondary Education, Health, and Social Services have developed an innovative "Caring Communities" project to focus the efforts of each agency to help troubled children remain in school and in their own homes and communities. The project will provide crisis intervention, day treatment in the schools, case management, alcohol and drug prevention, and other services for children and family members. The Governor recommends $174,750 for the Department of Mental Health to begin the project in St. Louis during Fiscal Year 1990. The Department will also dedicate an existing Families First team to this project which consists of a supervisor, four therapists and support staff. This team will provide in-home crisis intervention to assist the family when it is experiencing problems which might result in the child being removed from the home.

Medicaid Plan Amendment for Services for the Severely Mentally Ill. An amendment to the State Medicaid Plan effective during Fiscal Year 1989 provides Medicaid coverage for day habilitation and intensive case management for seriously mentally ill persons, many of whom otherwise experience repeated hospitalization. Each general revenue dollar spent on these services will generate approximately $1.50 in federal Medicaid reimbursements for additional services. The Governor's recommendation of $6.1 million, including $3.6 million in Medicaid reimbursements for state-operated service areas, will give full-year funding for services begun during Fiscal Year 1989. The recommendation will also allow the eight state-operated service areas the same potential for expanding outpatient care that is now possible for the 18 privately administered service areas. The increase will expand the program to about 400 additional clients receiving intensive case management and 1,500 in day treatment. The recommendation includes 10.5 staff to authorize and monitor services under the program.

Medicaid Waiver for the Mentally Retarded and Developmentally Disabled. This program is designed to ease the costly growth of intermediate care facilities for the mentally retarded (ICF-MR) by providing community-based alternative services for clients who would otherwise be placed in ICF-MRs. As with the Medicaid Plan Amendment, each general revenue dollar will generate approximately $1.50 in federal funds for additional

POLICY SUMMARY (Continued)

services. Waiver services include residential care, habilitation, transportation services, various therapies, home modification, and respite care. The waiver approved for Fiscal Year 1989 will serve 534 clients in five of the state's 11 service regions. The Governor's recommendation of $2.5 million will extend coverage to a total statewide clientele of 1,356. The recommendation also includes 25 case managers and 16.5 other staff to monitor the program and establish rates for providers.

Community Placement and Purchase of Services. The number of clients placed in community residential settings continues to grow. The Governor recommends $2.1 million and 17 staff to continue and expand these services. The recommendation provides full-year funding for 49 mentally ill and 168 mentally retarded or developmentally disabled clients placed during the current fiscal year and 40 additional placements for the mentally ill and 32 beds in intermediate care facilities for the mentally retarded. Funds are also provided to raise client personal allowances from around $25 to $30 per month to conform with recent changes in the Social Security Act.

Improved Service Delivery. The Governor recommends redirection of existing funds in a number of areas to better meet the needs of those being served. These include:

- $1.7 million to create a new St. Louis Mental Health Center similar to the Great Rivers Mental Health Center in St. Louis County by merging the outpatient units of St. Louis State Hospital and the Malcolm Bliss Mental Health Center;
- $230,000 for an innovative contract between the Central Missouri Regional Center and the Boone County SB 40 Board to coordinate services for the mentally retarded and developmentally disabled;
- $208,070 and 11.5 staff to shift from inpatient services to purchased services in the area served by the Hannibal Regional Center;
- $178,248 for a training coordinator for the Division of Mental Retardation and Developmental Disabilities and administrative staff to consolidate the St. Louis region.

Nursing Home Reform. The federal Omnibus Budget Reconciliation Act of 1987 requires pre-admission screening and annual review of nursing home patients to identify those who are mentally ill or retarded, determine the appropriateness of nursing home placement, and define their active treatment needs. The Department of Mental Health is responsible for evaluating those patients initially identified in screenings by the Division of Aging as possibly mentally ill or retarded. The Governor recommends $1.8 million and 16 staff, including $1.4 million in Medicaid reimbursements, to help the Department meet those responsibilities.

Maintaining Quality of Care. The number and quality of services available to the Department's clients depends on adequate reimbursement of placement and purchase-of-service providers. The current reimbursement process, developed over the last several years, has a number of inequities and other problems. The Governor recommends a total of $4.3 million to deal with these problems and improve provider reimbursement rates. This recommendation includes initial steps to implement a new placement rate setting methodology for the mentally retarded and developmentally disabled, funding for more equitable rates for providers of purchased services for the mentally retarded and developmentally disabled, and an inflation increment of three percent for six months during Fiscal Year 1990.

BETTER QUALITY CARE IN STATE FACILITIES

Several improved programs in state facilities began operation with partial funding for Fiscal Year 1989, including new group homes and a program center at the Western Missouri Mental Health Center, a new location and new group homes for the Kansas City Regional Center, and active treatment programs at the St. Louis State Hospital and the Southeast Missouri Mental Health Center. The Governor recommends $4.4 million for full-year funding for these programs in Fiscal Year 1990 and for additional enhancements at other state facilities. This includes $1.7 million for additional staff and expenses to move the Hawthorn Children's Psychiatric Hospital to its new location in January 1990, with a ten-bed expansion in its capacity. Other additions include 30 staff to ensure wards at the Fulton, St. Louis, and St. Joseph State Hospitals meet Medicare/Medicaid standards and funding for materials to adapt wheelchairs and other equipment for physically disabled clients of the Division of Mental Retardation and Developmental Disabilities.

POLICY SUMMARY (Continued)

MENTAL HEALTH TREATMENT FOR PRISON INMATES

Untreated mentally ill prison inmates are a significant security and management problem for the state's prison system and also pose a risk for the community when they are released. The Department of Mental Health provides treatment services for prisoners in a special unit at the Farmington Correctional Center and in the Biggs Unit at Fulton State Hospital. The Governor recommends $891,464 and 79.71 staff for six months to treat 40 more inmates at Farmington and 20 at Biggs.

CENTRAL OFFICE AND STATEWIDE PROGRAMS

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 15,216,195	$ 25,908,568	$ 30,282,272	$ 26,662,921
Community Placement Payments	47,900,243	52,737,226	72,264,622	60,030,437
Purchase of Services	50,322,041	64,466,620	87,685,677	76,039,184
DIVISIONAL TOTAL	$ 113,438,479	$ 143,112,414	$ 190,232,571	$ 162,732,542
PERSONAL SERVICE				
General Revenue Fund	10,297,985	13,593,392	26,224,847	19,201,667
Federal Funds	977,207	1,517,862	1,712,695	2,116,934
Mental Health Trust Fund	24,431	130,043	134,300	133,646
EXPENSE AND EQUIPMENT				
General Revenue Fund	5,838,389	6,529,868	8,026,901	6,588,328
Federal Funds	533,731	2,373,796	1,390,359	1,645,429
Mental Health Trust Fund	507,161	900,000	900,000	900,000
Central Supply Fund	0	5,000,000	5,000,000	5,000,000
State Treasurer Institutions Gift Trust Fund	0	0	0	150,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	76,961,651	87,275,147	114,947,925	96,153,926
Federal Funds	18,298,014	25,792,306	31,895,544	30,842,612
TOTAL	$ 113,438,479	$ 143,112,414	$ 190,232,571	$ 162,732,542
General Revenue Fund	93,097,935	107,398,407	149,199,673	121,943,921
Federal Funds	19,808,952	29,683,964	34,998,598	34,604,975
Mental Health Trust Fund	531,592	1,030,043	1,034,300	1,033,646
Central Supply Fund	0	5,000,000	5,000,000	5,000,000
State Treasurer Institutions Gift Trust Fund	0	0	0	150,000
Full-time equivalent employees	450.49	645.13	882.20	794.02

ADMINISTRATION

The Department of Mental Health serves the mentally ill, mentally retarded, developmentally disabled and substance abusers through institutional and community-based programs. These programs are operated through the Divisions of Comprehensive Psychiatric Services, Mental Retardation and Developmental Disabilities, and Alcohol and Drug Abuse.

The seven-member Missouri Mental Health Commission appoints the director of the Department of Mental Health and serves the director in an advisory capacity. The central office implements the plans and policies of the Mental Health Commission and manages the three divisions' programs. Several department-wide services are administered from the central office. These include patient placement, purchase of services from community-based agencies, licensure and technical assistance for community facilities, payments to school districts for educational costs of Department clients not covered by the students' home districts, payments to county prosecutors for workloads generated by state psychiatric facilities, and the use of private donations to the Department.

Fiscal Year 1990 Governor's Recommendations

- $1,840,082 and 16 staff to meet nursing home reform requirements of the Omnibus Budget Reconciliation Act of 1987.
- $300,000, including $150,000 from the State Treasurer Institutions Gift Trust Fund, for adaptation of wheelchairs and other equipment to fit disabled clients of the Division of Mental Retardation and Developmental Disabilities and replacement equipment for departmental facilities.
- $55,779 in federal funds for post-school services in cooperation with the Department of Elementary and Secondary Education, community-based care for emotionally disturbed children, and programs for the mentally ill.
- $7,529 for inflation on food, fuel and utilities, and medicine.
- $62,582 in redirected core funds from St. Louis State Hospital for two staff to train facility reimbursement staff; $73,969 in other redirections within the Office of the Director.
- $173,930 in redirected core funds from facilities for the mentally retarded and developmentally disabled for division training staff and a deputy director and staff to coordinate services in the St. Louis region.
- $650,803 for pay plan, including $647,200 in general revenue.
- ($412,500) core reduction for lease payments for group homes at the Poplar Bluff and Sikeston Regional Centers to reflect a capital improvements recommendation to buy out the leases.
- ($1,055,240) core reduction for one-time equipment purchases.
- ($118,392) in other core reductions from the Fiscal Year 1989 appropriation level.
- $193,919 and 4.5 staff transferred from the purchase-of-services program, the Medicaid Waiver, and various facilities.
- ($944,139), including ($94,523) in federal funds, transferred to departmental facilities.

ADMINISTRATION (Continued)

10.005, 10.010, 10.015, 10.020, 10.025, 10.030, 10.035, 10.040, 10.045, 10.050, 10.055, 10.060, H.B. Sec. 10.065, 10.070, 10.075, 10.080, 10.085	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Central Administration	$ 7,737,030	$ 10,476,802	$ 10,720,180
Computer Center	2,956,331	2,929,440	3,017,998
Licensure	1,033,454	1,074,069	1,068,006
Interstate Compact	5,000	4,900	4,900
Payments to School Districts	132,019	440,621	440,621
Private Pay and Insurance Refund	127,699	125,144	125,144
Payments to County Prosecuting Offices	147,476	176,400	176,400
Mental Health Trust Fund	531,592	1,030,043	1,033,646
Central Supply System	0	5,000,000	5,000,000
Discretionary Fund	344,715	1,926,639	697,820
Equipment	0	0	150,000
Salary Incentives	36,249	88,727	90,502
Nursing Home Reform	0	0	1,840,082
Resident Training	536,761	563,831	575,108
Developmental Disabilities Assistance Act:			
Basic Support	1,132,869	1,576,952	1,490,014
MRDD Group Home Leases	495,000	495,000	82,500
MRDD Adaptive Equipment	0	0	150,000
TOTAL	$ 15,216,195	$ 25,908,568	$ 26,662,921
PERSONAL SERVICE			
General Revenue Fund	8,367,860	10,467,617	10,601,897
Federal Funds	921,614	1,329,662	1,798,740
Mental Health Trust Fund	24,431	130,043	133,646
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,468,865	3,388,333	3,210,250
Federal Funds	386,201	2,373,796	1,645,429
Mental Health Trust Fund	507,161	900,000	900,000
Central Supply Fund	0	5,000,000	5,000,000
State Treasurer Institutions Gift Trust Fund	0	0	150,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	407,194	742,165	989,860
Federal Funds	1,132,869	1,576,952	2,233,099
TOTAL	$ 15,216,195	$ 25,908,568*	$ 26,662,921
General Revenue Fund	12,243,919	14,598,115	14,802,007
Federal Funds	2,440,684	5,280,410	5,677,268
Mental Health Trust Fund	531,592	1,030,043	1,033,646
Central Supply Fund	0	5,000,000	5,000,000
State Treasurer Institutions Gift Trust Fund	0	0	150,000
Full-time equivalent employees	343.24	489.51	473.40

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* Does not include $26,329 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for additional staff for the MRDD Planning Council.

COMMUNITY PLACEMENT PAYMENTS

The community placement program purchases placements in the community for patients for whom institutional treatment is inappropriate. This is a major alternative to costly institutional care and a key element in the general shift in mental health from large institutions toward community and outpatient treatment. The ultimate objective is an integrated system to foster community living for the mentally retarded and mentally ill through humane and effective care in the least restrictive environment. Former long-term inpatients from state institutions and persons who would otherwise need inpatient care are placed in residential care centers, foster homes, group homes, nursing homes and independent apartment living programs. Individual care and treatment help patients achieve levels of independence not possible in structured institutional programs.

A Medicaid Home and Community-Based Services Waiver for the mentally retarded and developmentally disabled, initiated during Fiscal Year 1989, also provides alternatives to more costly intermediate care facilities for the mentally retarded.

Fiscal Year 1990 Governor's Recommendations

- $2,498,065 and 22.25 staff to expand the Medicaid Waiver by 822 clients.
- $981,080 and 16 staff to continue 49 mentally ill placements funded for six months in Fiscal Year 1989, add 40 more placements in Fiscal Year 1990, and raise client personal allowances from around $25 to $30 per month in conformity with changes in the Social Security Act.
- $522,474 to continue 105 placements of mentally retarded and developmentally disabled clients funded for six months in Fiscal Year 1989 and raise client personal allowances from around $25 to $30 per month.
- $1,500,000 to begin implementation of a standardized rate-setting system for placements of mentally retarded and developmentally disabled clients.
- $922,663 for 32 additional beds in intermediate care facilities for the mentally retarded (ICF-MR) and rate increases approved by the Department of Social Services.
- $1,123,972 to allow providers three percent rate increases for six months.
- $33,498 for pay plan.
- $200,000 transferred from the discretionary pool to meet costs of placements for mentally retarded and developmentally disabled clients.
- ($457,196) and 15.5 staff transferred to the MRDD regional centers for administration of the Medicaid Waiver.
- ($31,345) core reduction for one-time vehicle and equipment purchases.

H.B. Sec. 10.090, 10.095, 10.100	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Clients in Placement-ADA	40	40	40
Clients in Placement-CPS	4,545	4,628	4,811
Clients in Placement-MRDD	4,225	4,195	4,195
MRDD Waiver Clients	0	534	1,356
Placements-ADA	$ 179,512	$ 177,725	$ 180,391
Placements-CPS	16,345,427	19,197,842	20,603,501
Placements-MRDD	31,375,304	31,857,751	35,732,951
MRDD Waiver	0	1,503,908	3,513,594
TOTAL	$ 47,900,243	$ 52,737,226	$ 60,030,437
Personal Service	0	1,175,457	1,817,678
Expense and Equipment	0	145,905	239,038
Program Specific Distribution	47,900,243	51,415,864	57,973,721
TOTAL			
General Revenue Fund	$ 47,900,243	$ 52,737,226	$ 60,030,437
Full-time equivalent employees	0.00	57.00	72.25

PURCHASE OF SERVICES

The Department purchases many services from private organizations for mental health clients. These services include counseling, evaluation and supportive services for the mentally retarded and developmentally disabled, substance abuse clients and psychiatric clients. Since local vendors contract to provide services, this arrangement permits clients to obtain treatment close to home and relieves the potential demand for more expensive institutional treatment. A Medicaid Plan Amendment adopted for Fiscal Year 1989 extends Medicaid coverage to case management and day habilitation services for the seriously mentally ill.

Fiscal Year 1990 Governor's Recommendations

- $4,432,764, including $3,600,000 in federal Medicaid reimbursements and $1,700,000 redirected from the regular purchase-of-service appropriation, to continue Medicaid Plan Amendment services funded for six months in Fiscal Year 1989 and to expand services to a total of 400 seriously mentally ill clients in intensive case management and 1,500 in day treatment.
- $174,750 for an interagency "Caring Communities" project in St. Louis, in conjunction with the Departments of Elementary and Secondary Education, Health, and Social Services, aimed at helping troubled children remain in school and in their own homes and communities.
- A core redirection of $230,000 within the purchase-of-service appropriation for MRDD to permit a contract with the Boone County SB 40 Board to improve coordination of services for the mentally retarded and developmentally disabled. No additional funds are involved.
- $87,439 to continue day programs for 63 mentally retarded and developmentally disabled clients funded for six months in Fiscal Year 1989.
- $822,250, including $334,750 in federal funds, to continue an alcohol and drug abuse adolescent treatment center in the central region of the state funded for six months in Fiscal Year 1989 and to establish a new treatment center in the northern region of the state.
- $64,026 in federal funds to meet federal grant set-aside requirements for AIDS counseling.
- $1,285,767 in federal funds to expand prevention services, including expansion of the "MO Says NO" initiative, identification of young people at high risk of involvement with alcohol and drugs, and assistance to local communities in developing their own prevention programs.
- $777,500, including $627,500 in federal funds, for three family treatment centers, family treatment staff for each of the six adolescent treatment centers, and child care capacity to make treatment at women's centers more accessible to mothers and permit preventive intervention with the children themselves.
- $2,250,000 in federal funds to help alcohol and drug treatment centers meet health and safety standards promulgated by the Department.
- $300,000 to reduce rate disparities among providers of services purchased for mentally retarded and developmentally disabled clients.
- $907,509 to allow providers three percent inflation increases for six months.
- $153,016 to replace federal funding for "Families First" projects in Columbia and Springfield for the last nine months of Fiscal Year 1990.
- A core transfer of $471,954 and the addition of 17 positions within the purchase-of-services appropriation for the mentally ill to permit direct provision of day treatment services where community vendors are not available. No additional funding is involved.
- $131,094 for pay plan.
- $250,000 transferred to purchased services for the mentally ill from the discretionary pool.
- ($15,960) core reduction for one-time vehicle and equipment purchases.
- ($47,591), including ($37,890) in federal funds, transferred to the Office of the Director for administration of block grant funding for the homeless and to the Office of Administration for fringe benefits for staff added to Alcohol and Drug Abuse Administration through a core transfer.

PURCHASE OF SERVICES (Continued)

10.105, 10.110, H.B. Sec. 10.115, 10.120, 10.125	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Clients Served	69,133	70,454	84,961
Units of Service	5,023,757	5,079,593	6,302,102
Comprehensive Psychiatric Services	$ 20,354,377	$ 27,855,774	$ 33,272,985
Mental Retardation/Developmental Disabilities	14,356,167	14,982,399	15,595,885
Alcohol and Drug Abuse	15,611,497	21,628,447	27,170,314
TOTAL	$ 50,322,041	$ 64,466,620	$ 76,039,184
PERSONAL SERVICE			
General Revenue Fund	1,930,035	1,950,318	6,782,092
Federal Funds	55,593	188,200	318,194
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,369,524	2,995,630	3,139,040
Federal Funds	147,530	0	0
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	28,654,214	35,117,118	37,190,345
Federal Funds	17,165,145	24,215,354	28,609,513
TOTAL	$ 50,322,041	$ 64,466,620*	$ 76,039,184
General Revenue Fund	32,953,773	40,063,066	47,111,477
Federal Funds	17,368,268	24,403,554	28,927,707
Full-time equivalent employees	107.25	98.62	248.37

* Does not include $376,726 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to permit direct provision of community support and day treatment services by the Nevada State Hospital and the Southeast Missouri Mental Health Center in the absence of community providers, $64,997 in federal funds for services for the homeless through the Malcolm Bliss Mental Health Center, and $562,500 to implement health and safety standards for alcohol and drug treatment centers.

DIVISION OF ALCOHOL AND DRUG ABUSE (ADMINISTRATION)

The Division of Alcohol and Drug Abuse (ADA) works to prevent substance abuse and provides treatment for rehabilitation of substance abusers. The Division helps clients through counseling, detoxification, and other services purchased from community agencies. The Department's philosophy is to provide appropriate services as close to home as possible and to maintain administrative oversight of institutional substance abuse programs.

The central office of the Division has four sections: certification and treatment; prevention, education and training; research and evaluation; and fiscal management. Alcohol and drug treatment and rehabilitation services are provided by community-based vendors and state facilities through the purchase-of-service program. Missouri receives federal funds from the Alcohol and Drug Abuse and Mental Health Services Block Grant. The National Institute on Alcohol Abuse and Alcoholism and the National Institute on Drug Abuse provide training funds and preventive treatment funds.

Fiscal Year 1990 Governor's Recommendations

- o $92,997 in federal funds and three staff to monitor, evaluate, and manage the expanded prevention program; a core transfer of $147,432 in federal funds from expense and equipment to personal service will add another six staff to help coordinate the overall recommended expansion in ADA services.
- o $39,685 for pay plan, including $37,329 in general revenue.
- o ($17,675) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.130	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Administration:			
Purchase of Service Contracts Developed	79	70	91
Site Visits Conducted	158	140	182
Vendor Training Programs	57	69	75
Prevention Training Programs	14	22	30
Regional Advisory Council Meetings	48	48	48
PERSONAL SERVICE			
General Revenue Fund	$ 731,824	$ 766,017	$ 803,346
Federal Funds	60,917	117,764	338,844
EXPENSE AND EQUIPMENT			
General Revenue Fund	52,133	28,092	10,417
Federal Funds	267,348	744,153	618,426
TOTAL	$ 1,112,212	$ 1,656,026	$ 1,771,033
General Revenue Fund	783,947	794,109	813,763
Federal Funds	328,265	861,917	957,270
Full-time equivalent employees	30.70	33.50	42.50

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
State Hospitals	$ 76,034,404	$ 79,440,745	$ 88,733,059	$ 85,652,712
Mental Health Centers	49,087,720	51,966,378	59,702,178	57,423,795
DIVISIONAL TOTAL	$ 125,122,124	$ 131,407,123	$ 148,435,237	$ 143,076,507
PERSONAL SERVICE				
General Revenue Fund	101,090,449	106,832,801	120,180,552	116,858,675
Federal Funds	847,238	907,971	1,016,061	1,507,310
EXPENSE AND EQUIPMENT				
General Revenue Fund	23,184,437	23,470,051	27,200,312	24,670,494
Federal Funds	0	196,300	38,312	40,028
TOTAL	$ 125,122,124	$ 131,407,123	$ 148,435,237	$ 143,076,507
General Revenue Fund	124,274,886	130,302,852	147,380,864	141,529,169
Federal Funds	847,238	1,104,271	1,054,373	1,547,338
Full-time equivalent employees	5,348.15	5,612.88	5,938.40	5,797.04

STATE HOSPITALS

The Division of Comprehensive Psychiatric Services provides care at four state hospitals, two children's psychiatric hospitals and one children's residential center. These facilities offer residential care for those who are seriously mentally ill, including those who are dangerous to themselves or others or who need long-term care. Outpatient care also is provided to children, adults, and the elderly from the service area around the hospital. Placement workers perform follow-up services for clients placed by the Department in less restrictive community residential facilities.

Fiscal Year 1990 Governor's Recommendations

- o $1,665,871 and 54.77 staff for relocation of the Hawthorne Children's Psychiatric Hospital to its new location beginning in January 1990 and expansion of its capacity by ten beds.
- o $512,228 in federal Medicaid reimbursements and 23.5 staff to meet Medicare/Medicaid standards at the Fulton, St. Joseph, and St. Louis State Hospitals.
- o $383,367 and 33.5 staff to add 20 spaces for prison inmates in the Biggs Unit at Fulton State Hospital.
- o $316,881 to continue active treatment enhancements at St. Louis State Hospital, funded for six months for Fiscal Year 1989.
- o $49,385 for additional expense and equipment for the Woodson Children's Psychiatric Hospital to bring funding more into line with that of comparable facilities.
- o $120,945 for inflation for food, fuel and utilities, and medicine.
- o $4,051,128 for pay plan.
- o ($491,988) and 12.6 staff redirected from St. Louis State Hospital to the new St. Louis Mental Health Center and the reimbursement training unit in the central office.
- o ($196,300) core reduction for one-time vehicle and equipment purchases.
- o ($218,550) and 7.46 staff in core reductions from the Fiscal Year 1989 appropriation level.
- o A transfer of $18,000 in expense and equipment from the St. Joseph State Hospital to the Woodson Children's Psychiatric Hospital.
- o $19,000 transferred from the discretionary pool to the Hawthorne Children's Psychiatric Hospital and the Cottonwood Residential Treatment Center.

STATE HOSPITALS (Continued)

H.B. Sec. 10.200, 10.205, 10.210, 10.215, 10.220, 10.225, 10.230, 10.235, 10.240, 10.245, 10.250, 10.255, 10.260, 10.265	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990

	FY 1988		FY 1989		FY 1990	
Inpatients - Average Daily Outpatients - Total Served	Inpatient	Outpatients	Inpatient	Outpatients	Inpatient	Outpatients
Fulton State Hospital	470	794	470	794	470	794
Nevada State Hospital	116	286	102	341	102	370
St. Joseph State Hospital	243	784	245	800	245	850
Woodson Children's Hospital	55	0	52	0	57	0
St. Louis State Hospital	451	4,532	455	4,200	455	0
Hawthorn Children's Hospital	52	397	50	457	60	517
Cottonwood Residential Treatment Center	18	0	40	0	40	0
TOTAL	1,405	6,793	1,414	6,592	1,429	2,531

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Fulton State Hospital	$ 26,755,276	$ 27,998,094	$ 29,989,336
Nevada State Hospital	4,035,788	4,240,206	4,489,802
St. Joseph State Hospital	15,329,741	15,982,774	16,751,306
Woodson Children's Psychiatric Hospital	2,143,263	2,252,887	2,447,485
St. Louis State Hospital	23,028,992	23,941,672	25,031,808
Hawthorn Children's Psychiatric Hospital	2,885,325	2,915,088	4,753,293
Cottonwood Residential Treatment Center	1,856,019	2,110,024	2,189,682
TOTAL	$ 76,034,404	$ 79,440,745	$ 85,652,712
PERSONAL SERVICE			
General Revenue Fund	62,288,522	65,494,276	70,546,998
Federal Funds	451,563	512,286	1,016,138
EXPENSE AND EQUIPMENT			
General Revenue Fund	13,294,319	13,237,883	14,087,860
Federal Funds	0	196,300	1,716
TOTAL	$ 76,034,404	$ 79,440,745	$ 85,652,712
General Revenue Fund	75,582,841	78,732,159	84,634,858
Federal Funds	451,563	708,586	1,017,854
Full-time equivalent employees	3,345.99	3,498.50	3,586.84

MENTAL HEALTH CENTERS

The Division of Comprehensive Psychiatric Services provides care at four state-operated community mental health centers and one mental health service center. These facilities specialize in outpatient treatment with accommodation in the mental health centers for short-term inpatient care.

Fiscal Year 1990 Governor's Recommendations

- o $1,629,793 to continue operation of group homes and a program center at the Western Missouri Mental Health Center, funded for four months for Fiscal Year 1989.
- o $299,808, including $133,799 in federal funds and 20.54 staff, for services to the homeless through the Malcolm Bliss Mental Health Center. Includes $94,523 transferred from the central office.
- o $503,097 and 46.2 staff to add 40 beds in the mental health treatment unit at the Farmington Correctional Center.
- o $475,185 in redirected core funds from the St. Louis State Hospital plus $1,208,880 redirected from the Malcolm Bliss Mental Health Center, along with 38 staff, to establish a St. Louis Mental Health Center to coordinate outpatient services in the St. Louis area.
- o $49,000 for contract physician services at the Western Missouri Mental Health Center.
- o $41,256 to continue active treatment enhancements at the Southeast Missouri Mental Health Center, funded for six months for Fiscal Year 1989.
- o $80,887 for inflation for food, fuel and utilities, and medicine.
- o $2,712,912 for pay plan.
- o $78,000 and two staff transferred to the Mid-Missouri and Great Rivers Mental Health Centers from the discretionary pool.
- o ($7,700) core reduction for one-time equipment purchases.
- o ($404,821) and 15.50 positions in core reductions from the Fiscal Year 1989 appropriation level.

10.270, 10.275, 10.280, 10.285, 10.290, 10.295, 10.300, H.B. Sec. 10.305, 10.310, 10.311, 10.315, 10.320	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990

	FY 1988		FY 1989		FY 1990	
	Average Daily Inpatient Census	Total Outpatients Served	Average Daily Inpatient Census	Total Outpatients Served	Average Daily Inpatient Census	Total Outpatients Served
Malcolm Bliss Mental Health Center	137	2,271	126	2,200	142	0
Mid-Missouri Mental Health Center	61	3,942	64	3,450	64	3,975
Western Missouri Mental Health Center	182	3,209	228	3,225	248	3,250
Great Rivers Mental Health Services	0	1,930	0	2,080	0	2,080
Southeast Missouri Mental Health Center	184	7,089	172	7,300	175	7,800
St. Louis Mental Health Center	0	0	0	0	0	9,600
TOTAL	564	18,441	590	18,255	629	26,705

MENTAL HEALTH CENTERS (Continued)

H.B. Sec. 10.270, 10.275, 10.280, 10.285, 10.290, 10.295, 10.300, 10.305, 10.310, 10.311, 10.315, 10.320	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Malcolm Bliss Mental Health Center	$ 12,172,849	$ 12,237,233	$ 11,874,709
Mid-Missouri Mental Health Center	6,905,467	7,113,965	7,564,380
Western Missouri Mental Health Center	15,633,227	17,437,469	19,815,719
Great Rivers Mental Health Services	966,478	1,061,133	1,167,980
Southeast Missouri Mental Health Center	13,409,699	14,116,578	15,316,942
St. Louis Mental Health Center	0	0	1,684,065
TOTAL	$ 49,087,720	$ 51,966,378	$ 57,423,795
PERSONAL SERVICE			
General Revenue Fund	38,801,927	41,338,525	46,311,677
Federal Funds	395,675	395,685	491,172
EXPENSE AND EQUIPMENT			
General Revenue Fund	9,890,118	10,232,168	10,582,634
Federal Funds	0	0	38,312
TOTAL	$ 49,087,720	$ 51,966,378*	$ 57,423,795
General Revenue Fund	48,692,045	51,570,693	56,894,311
Federal Funds	395,675	395,685	529,484
Full-time equivalent employees	2,002.16	2,114.38	2,210.20

* Does not include $71,215, including $40,477 in federal funds, recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for contract staff and homeless grants at the Malcolm Bliss Mental Health Center and $58,597 for security staff at the Western Missouri Mental Health Center.

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Regional Centers	$ 18,750,589	$ 20,118,005	$ 21,406,387	$ 20,981,362
State Habilitation Centers	74,790,815	78,271,368	84,009,229	81,086,608
DIVISIONAL TOTAL	$ 93,541,404	$ 98,389,373	$ 105,415,616	$ 102,067,970
PERSONAL SERVICE				
General Revenue Fund	77,187,397	80,791,580	86,200,714	84,740,812
Federal Funds	1,334,618	1,399,880	1,427,879	1,399,880
EXPENSE AND EQUIPMENT				
General Revenue Fund	14,894,628	15,713,052	17,662,177	15,802,432
Federal Funds	124,761	484,861	124,846	124,846
TOTAL	$ 93,541,404	$ 98,389,373	$ 105,415,616	$ 102,067,970
General Revenue Fund	92,082,025	96,504,632	103,862,891	100,543,244
Federal Funds	1,459,379	1,884,741	1,552,725	1,524,726
Full-time equivalent employees	4,928.65	5,072.54	5,087.53	5,066.58

REGIONAL CENTERS

The Division of Mental Retardation and Developmental Disabilities (MRDD) operates 11 regional centers that function as the entry and exit points of services for MRDD clients. The centers provide screening and diagnostic services for both children and adults, evaluate the need for services, arrange for those services and monitor and assess the clients' progress.

Diagnostic services include medical, psychological and behavioral evaluations. For individuals who can remain in their homes, services that will assist the family can be provided at the center or purchased from outside agencies. When an individual can no longer reside in his or her home, placement in a community facility can be arranged. Referrals to the state habilitation centers can be made for those who need more intensive treatment and habilitation. Eight of the regional centers have small four to eight-bed inpatient units for emergency placements and short-term or respite care. Case managers monitor the care and progress of the clients and make needed adjustments in the services provided.

Fiscal Year 1990 Governor's Recommendations

- $101,686 to continue funding for group homes and costs associated with relocation of the Kansas City Regional Center, partially funded for Fiscal Year 1989.
- $22,135 for inflation for food, fuel and utilities, and medicine.
- $1,047,600 for pay plan.
- A core redirection of $208,070 and 11.5 staff at the Hannibal Regional Center from residential care to purchased services in the community. No additional funding is involved.
- ($23,590) redirected to the central office for the MRDD training unit and St. Louis regional administration.
- $282,978 and 10.61 staff transferred from the MRDD Medicaid Waiver to regional centers and from the discretionary pool to the Central Missouri Regional Center.
- ($361,140) core reduction for one-time vehicle and equipment purchases.
- ($206,312) core reduction from the Fiscal Year 1989 appropriation level.

DEPARTMENT OF MENTAL HEALTH
DIVISION OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES

REGIONAL CENTERS (Continued)

H.B. Sec. 10.450, 10.455, 10.460, 10.465, 10.470, 10.475, 10.480, 10.485, 10.490, 10.495, 10.500, 10.505, 10.510, 10.515, 10.520, 10.525, 10.530, 10.535, 10.540, 10.545, 10.550, 10.555	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990

	FY 1988		FY 1989		FY 1990	
	New Clients Evaluated	Current Clients Monitored	New Clients Evaluated	Current Clients Monitored	New Clients Evaluated	Current Clients Monitored
Albany Regional Center	50	412	50	412	58	474
Central Missouri Regional Center	311	822	311	822	358	945
Hannibal Regional Center	47	611	47	611	54	703
Joplin Regional Center	80	510	80	510	92	587
Kansas City Regional Center	150	1,460	158	1,468	182	1,688
Kirksville Regional Center	64	511	64	511	74	588
Poplar Bluff Regional Center	84	590	84	590	97	679
Rolla Regional Center	128	533	128	533	147	613
St. Louis Regional Center	991	5,112	991	5,112	1,140	5,879
Sikeston Bluff Regional Center	64	408	64	408	74	469
Springfield Regional Center	119	659	119	659	137	759
TOTAL	2,088	11,628	2,096	11,636	2,413	13,384

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Albany Regional Center	$ 1,121,848	$ 1,172,458	$ 1,245,944
Central Missouri Regional Center	985,139	1,041,255	1,155,777
Hannibal Regional Center	1,369,586	1,447,006	1,555,437
Joplin Regional Center	1,351,761	1,435,727	1,493,499
Kansas City Regional Center	1,885,101	2,585,782	2,468,152
Kirksville Regional Center	1,099,955	1,133,036	1,169,238
Poplar Bluff Regional Center	2,923,960	2,966,981	3,100,611
Rolla Regional Center	1,166,290	1,197,010	1,250,814
St. Louis Regional Center	3,019,270	3,139,164	3,345,066
Sikeston Bluff Regional Center	2,430,791	2,482,511	2,561,325
Springfield Regional Center	1,396,888	1,517,075	1,635,499
TOTAL	$ 18,750,589	$ 20,118,005	$ 20,981,362
PERSONAL SERVICE			
General Revenue Fund	14,247,900	14,955,613	16,161,629
Federal Funds	1,315,902	1,325,994	1,325,994
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,086,988	3,376,537	3,393,893
Federal Funds	99,799	459,861	99,846
TOTAL	$ 18,750,589	$ 20,118,005	$ 20,981,362
General Revenue Fund	17,334,888	18,332,150	19,555,522
Federal Funds	1,415,701	1,785,855	1,425,840
Full-time equivalent employees	819.58	844.15	851.54

HABILITATION CENTERS

The Division of Mental Retardation and Developmental Disabilities provides inpatient services at the five state habilitation centers. These facilities provide long-term training and habilitation to the more seriously retarded or disabled with an emphasis on helping each individual achieve his or her highest possible level of functioning. Some of these clients are eventually able to move into community group homes or apartments and participate in sheltered workshop programs or other jobs in the community.

Each habilitation center is developing an area of expertise for treatment and habilitation. Nevada focuses on care for geriatric clients; Marshall serves those needing specialized medical care. The Midtown facility of St. Louis Developmental Disabilities Treatment Center serves the profoundly retarded who have multiple handicaps in a center near the St. Louis University medical complex and Cardinal Glennon Hospital.

Fiscal Year 1990 Governor's Recommendations

- o $151,455 for inflation for food, fuel and utilities, and medicine.
- o $3,077,678 for pay plan.
- o $292,616 and 11 staff transferred to the Higginsville and Bellefontaine Habilitation Centers from the discretionary pool.
- o ($150,340) in core redirections to the central office for MRDD training staff and St. Louis regional administration.
- o ($556,169) and 23.38 positions in core reductions from the Fiscal Year 1989 appropriation level.

10.400, 10.405, 10.410, 10.415, 10.420, 10.425, H.B. Sec. 10.430, 10.435, 10.440, 10.441, 10.445	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
	Average Daily Resident Census	Average Daily Resident Census	Average Daily Resident Census
Bellefontaine Habilitation Center	390	390	399
Higginsville Habilitation Center	240	240	259
Marshall Habilitation Center	475	475	480
Nevada Habilitation Center	385	385	376
St. Louis Developmental Disabilities Treatment Center	318	318	292
TOTAL	1,808	1,808	1,806

HABILITATION CENTERS (Continued)

10.400, 10.405, 10.410, 10.415, 10.420, 10.425, 10.430, H.B. Sec. 10.435, 10.440, 10.441, 10.445	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Bellefontaine Habilitation Center	$ 15,268,657	$ 16,257,061	$ 17,049,375
Higginsville Habilitation Center	8,620,524	9,234,998	9,562,338
Marshall Habilitation Center	19,642,971	20,819,802	21,461,032
Nevada Habilitation Center	17,448,994	17,914,892	18,541,007
St. Louis Developmental Disabilities Treatment Center	13,809,669	14,044,615	14,472,856
TOTAL	$ 74,790,815	$ 78,271,368	$ 81,086,608
PERSONAL SERVICE			
General Revenue Fund	62,939,497	65,835,967	68,579,183
Federal Funds	18,716	73,886	73,886
EXPENSE AND EQUIPMENT			
General Revenue Fund	11,807,640	12,336,515	12,408,539
Federal Funds	24,962	25,000	25,000
TOTAL	$ 74,790,815	$ 78,271,368	$ 81,086,608
General Revenue Fund	74,747,137	78,172,482	80,987,722
Federal Funds	43,678	98,886	98,886
Full-time equivalent employees	4,109.07	4,228.39	4,215.04

DEPARTMENT OF HEALTH

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Health Administration	$ 7,334,712	$ 8,337,942	$ 8,424,507	$ 8,130,558
Missouri Health Facilities Review Committee	260,594	353,000	359,136	361,015
Environmental Health and Epidemiology Services	8,774,140	12,426,673	16,325,385	14,013,204
Maternal, Child and Family Health	58,367,042	71,408,064	96,147,443	94,874,876
Health Resources	3,679,218	4,045,916	5,073,337	4,623,845
Chronic Disease Prevention and Health Promotion	63,044	416,849	2,358,870	1,901,685
Local Health and Institutional Care	18,319,247	22,095,306	25,800,709	23,720,744
Ellis Fischel State Cancer Center	10,527,456	12,667,296	13,153,322	12,851,810
DEPARTMENTAL TOTAL	$ 107,325,453	$ 131,751,046	$ 167,642,709	$ 160,477,737
General Revenue Fund	43,364,982	44,540,623	55,247,587	48,145,980
Federal Funds	49,861,112	67,210,559	91,944,811	92,008,082
Missouri Rehabilitation Center Fund	6,970,029	9,655,764	9,748,827	9,923,008
State Cancer Center Fund	6,684,160	8,055,847	8,094,957	8,157,504
Highway Department Fund	99,905	104,346	105,905	57,041
Department of Health Donated Funds	19,058	925,000	1,239,500	925,000
Hazardous Waste Remedial Fund	100,654	138,907	141,122	141,122
Smith Memorial Endowment Fund	59,998	60,000	60,000	60,000
Institutional Gift Fund	36,483	160,000	160,000	160,000
Crippled Children's Services Fund	125,409	250,000	250,000	250,000
Ellis Fischel Gift Fund	3,663	650,000	650,000	650,000
Petroleum Violation Escrow Fund	0	0	314,500	0
Full-time equivalent employees	1,335.30	1,546.75	1,660.15	1,599.15

POLICY SUMMARY

The Missouri Department of Health, created in 1985, actively works to promote public health programs that allow the people of Missouri to be healthy. Whenever possible the focus has been and continues to be on activities to prevent health problems. This year the Department of Health will lead a major effort to prevent mental retardation and birth defects for babies born in Missouri. The Governor's recommendation of $1,037,763 for Health to implement this program is also supported by the Department of Mental Health as one of their top programmatic priorities. Other funding increases include a wide range of activities to protect Missourians from communicable diseases, environmental hazards and to provide improved nutritional services to pregnant women and children. The Governor's recommendations include a total increase of $28,726,691.

SAFEGUARDING THE PUBLIC HEALTH

Continuing the Fight Against AIDS. There have been 807 reported cases of Acquired Immune Deficiency Syndrome (AIDS) in Missouri since 1982 and more than 417 of these victims have died. In Fiscal Year 1989 funding was approved for the Department of Health to implement the Governor's eight-point action plan to combat the spread of AIDS. The Governor recommends $528,810 in general revenue for the Department of Health to continue implementation of this plan which includes reporting of positive AIDS virus blood tests, contact notification of sex and needle-sharing partners of AIDS carriers, expanded testing and counseling services and public education efforts. The Governor also recommends $1,297,048 in federal funds and 34 staff for seroprevalence studies in Kansas City and St. Louis which will determine the prevalence of the AIDS virus in these areas. A portion of these funds will also be used to assist state efforts in the areas of contact notification, testing and counseling and health education.

POLICY SUMMARY (Continued)

Contractual Agreements with Local Health Departments. Many essential public health care services are delivered to the citizens of Missouri by local health agencies under contract with the Department of Health. The Governor recommends $430,500, a nine percent increase over existing funding, to complete the multi-county sanitarian network across the state and to provide additional funding for inflationary increases.

Meeting Hospital Licensure Requirements. Missouri law requires the Department of Health to conduct on-site inspections of hospitals before issuing licenses. To meet this requirement the Department needs an additional multi-disciplinary team to conduct annual surveys of over 75 Missouri hospitals. The Governor recommends $131,078 and four staff to provide adequate personnel to conduct the required pre-licensure inspections.

Targeting Prescription Drug Abuse. Prescription drugs are identified with drug-related deaths and emergency medical situations more often than all illegal drugs combined. To combat this problem, current data on prescription drug abuse needs to be consolidated and made available in a form more useful to regulatory and law enforcement authorities. The Governor recommends $139,168 and four staff to help identify individuals obtaining prescription drugs for illicit purposes and refer them to law enforcement authorities. A new system to transfer prescription data from pharmacy files, physician records and other sources of drug use data to a central data base will make it easier to target enforcement efforts. This recommendation also provides staff to increase drug surveillance activities through additional inspections, audits and investigations of those suspected of illegal drug activities.

Protection from Environmental Hazards. Communicable diseases and diseases caused by environmental factors pose serious public health problems. By taking reasonable steps to prevent diseases, promoting good community sanitation and monitoring radiation levels, many of these health problems can be reduced or eliminated. To reduce risk from environmental hazards the Governor recommends a total of $148,781. This funding provides for maintenance of equipment and the addition of one staff to conduct Environmental Protection Agency (EPA) required tests, and one staff to ensure hospitals properly dispose of infectious wastes. Other activities include inspection of public buildings for the presence of asbestos and establishment of a radon hotline to provide information to the public on the health risks associated with prolonged exposure to this naturally occurring gas.

WORKING TOWARD HEALTHIER FAMILIES

Preventing Mental Retardation and Birth Defects. Three to five percent of babies born in Missouri have a serious birth defect which can be detected in the newborn nursery. By school age, another four to five percent are diagnosed with a previously undetected birth defect, genetic disease, or mental retardation. Early recognition and treatment can in some cases prevent mental retardation, and in other cases allow children to be treated early enough for the severity of the disorder to be minimized resulting in healthier, more productive lives and less need for institutionalization. The Governor recommends $1,037,763 and nine staff to implement a statewide effort to identify at-risk mothers and children, prevent mental retardation through early diagnosis and treatment of diseases causing mental retardation after birth, and minimize the consequences of these disorders through early medical and educational intervention after birth.

Better Nutrition for Mothers and Children. Women, infants and children face a special nutritional risk during critical times of pregnancy and early childhood. Failure to meet these nutritional needs is a major contributing factor to developmental growth problems and mental retardation. To provide additional nutrition services the Governor recommends $13,275,632 and three staff for the Women, Infants and Children (WIC) program. Another major nutrition effort, the Child Care Food Program (CCFP), provides reimbursement to day care centers for meals to needy children. To serve an estimated additional 23,000 children in the CCFP the Governor recommends $8,976,106 and three staff.

Controlling Communicable Diseases. The cost of essential childhood vaccines for measles, mumps and rubella (MMR), diphtheria/tetanus/pertussis (DPT), and polio continues to rise. This problem is exacerbated as more and more private physicians send patients to local health departments for their vaccinations in order to avoid the high cost of liability insurance associated with administering these vaccines. The Governor recommends $550,430 to maintain needed inventories of essential childhood vaccines. The Governor also recommends $41,544 and two staff to give medication to tuberculosis patients who are unwilling or unable to take it on their own.

HEALTH ADMINISTRATION

The Department's central administration is responsible for cost-effective implementation of Missouri's public health programs and provides administrative support to the Director's Office and all other Department of Health divisions. Responsibilities and services include budgeting, accounting and expenditure control, purchasing, contract and grant administration, internal auditing, and general office support and information services. Administration staff also support the work of the State Board of Health, which advises the director in the planning and operation of the Department.

Fiscal Year 1990 Governor's Recommendations

- $137,188 in federal funds and four staff to provide data processing support to programs including the Women, Infants and Children program and Crippled Children's Services.
- $56,106 and two staff to establish an Office of Minority Health to monitor Department of Health programs for their impact on minorities.
- $138,632 for pay plan, including $116,030 in general revenue.
- ($25,428) in federal funds transferred to the Division of Health Resources.
- ($454,156) including $68,832 in general revenue and 16 staff transferred to the Division of Chronic Disease Prevention and Health Promotion.
- ($59,726 and .85 staff) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.600, 10.605, 10.610, 10.615, 10.620, 10.625	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Provider Contracts Processed	2,400	2,500	2,500
Fee Receipts Deposited in State Treasury	$3,274,766	$3,400,000	$3,400,000
PERSONAL SERVICE			
General Revenue Fund	$ 1,532,176	$ 1,781,080	$ 1,863,045
Federal Funds	367,707	740,485	597,728
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,080,778	838,220	799,833
Federal Funds	970,077	1,137,214	1,083,261
Other Funds	8,883	75,000	75,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	2,000,000	1,972,280	1,972,280
Federal Funds	1,374,541	1,793,663	1,739,411
Other Funds	550	0	0
TOTAL	$ 7,334,712	$ 8,337,942	$ 8,130,558
General Revenue Fund	4,612,954	4,591,580	4,635,158
Federal Funds	2,712,325	3,671,362	3,420,400
Other Funds	9,433	75,000	75,000
Full-time equivalent employees	86.58	110.70	99.85

MISSOURI HEALTH FACILITIES REVIEW COMMITTEE

The Missouri Health Facilities Review Committee is the legislatively mandated decision-making body for the Missouri Certificate of Need program. The purpose of the Certificate of Need program law is cost containment through both cost management and the prevention of unnecessary duplication of health care services. This program provides staff assistance and support for the Review Committee. The Committee reviews proposals to develop or offer new institutional health services; and, if a service is determined by the Committee to be needed, issues a certificate of need.

Fiscal Year 1990 Governor's Recommendations

- o $14,809 for pay plan.
- o ($6,794) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.630	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Certificates of Need Issued	85	90	95
Personal Service	$ 141,127	$ 253,000	$ 265,345
Expense and Equipment	119,467	100,000	95,670
TOTAL General Revenue Fund	$ 260,594	$ 353,000	$ 361,015
Full-time equivalent employees	5.59	10.00	10.00

DIVISION OF ENVIRONMENTAL HEALTH AND EPIDEMIOLOGY SERVICES

The Division's activities are implemented in cooperation with local, state and federal agencies sharing similar responsibilities for protecting the health of Missourians. These activities focus on three broad program areas:

Environmental Health Services include: 1) study and control of toxic agents such as dioxin; 2) monitoring hazardous waste sites; 3) investigation of health-related contaminants; and 4) identification of trends in environmentally or occupationally induced diseases.

Epidemiology Services include: 1) immunizations for preschool and school age children; 2) finding and preventing cases of sexually transmitted disease and tuberculosis; and 3) communicable disease control. Disease control activities include consultation and investigation of communicable disease outbreaks and enforcement of the statewide school immunization law.

Laboratory Services are provided by three laboratories located throughout the state. Staff conduct tests in the fields of serology, virology, bacteriology and chemistry; evaluate newborn metabolic screening results; and routinely analyze water, milk, food and drugs.

Fiscal Year 1990 Governor's Recommendations

- $1,825,858 including $528,810 in general revenue and 34 staff to continue and expand Acquired Immune Deficiency Syndrome (AIDS) prevention activities.
- $550,430 in federal funds to maintain inventories of essential childhood vaccinations such as measles, mumps and rubella (MMR), diphtheria, tetanus, pertussis (DPT), and polio.
- $56,500 and one staff to maintain laboratory equipment and conduct Environmental Protection Agency (EPA) required tests.
- $50,000 to assist local governments with inspection of public buildings for the presence of asbestos.
- $41,544 in federal funds and two staff to administer medication to tuberculosis patients who are unwilling or unable to do so themselves.
- $10,000 for a public information hotline on the dangers of prolonged radon exposure.
- $361,631 for pay plan, including $285,386 in general revenue.
- ($961,533) including $346,883 in general revenue and 14 staff transferred to the Division of Chronic Disease Prevention and Health Promotion.
- ($55,140) and two staff transferred to the Department of Natural Resources.
- One staff converted from a contractual position to avoid excessive overtime expenditures.
- ($292,759 and one staff) core reduction, including $167,125 for one-time equipment purchases.

DIVISION OF ENVIRONMENTAL HEALTH AND EPIDEMIOLOGY SERVICES (Continued)

H.B. Sec. 10.635, 10.640, 10.645	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Communicable Disease and Hospital Infection Investigations and Consultations	1,053	1,234	1,235
Number of Immunizations Given	593,045	650,000	745,000
Immunization Clinics Offered	18,548	19,000	19,000
Food Establishments Inspected/% Inspected Statewide	3,316/55%	3,600/60%	4,800/80%
Radioactive Materials Inspections	116	100	75
Number of Site Studies, Hazardous Substances and Hazardous Waste Evaluations	302	400	400
Persons Tested for AIDS	26,670	60,000	65,000
PERSONAL SERVICE			
General Revenue Fund	$ 2,640,406	$ 3,347,199	$ 3,785,051
Federal Funds	965,217	1,357,551	2,127,361
Highway Department Fund	39,092	41,021	41,841
Petroleum Violation Escrow Fund	0	0	0
Hazardous Waste Remedial Fund	80,676	83,155	112,982
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,605,619	3,832,235	3,630,297
Federal Funds	604,460	3,350,860	4,128,632
Highway Department Fund	14,743	15,200	15,200
Petroleum Violation Escrow Fund	0	0	0
Hazardous Waste Remedial Fund	19,978	55,752	28,140
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	182,641	343,700	143,700
Federal Funds	1,621,308	0	0
TOTAL	$ 8,774,140	$ 12,426,673*	$ 14,013,204
General Revenue Fund	5,428,666	7,523,134	7,559,048
Federal Funds	3,190,985	4,708,411	6,255,993
Highway Department Fund	53,835	56,221	57,041
Petroleum Violation Escrow Fund	0	0	0
Hazardous Waste Remedial Fund	100,654	138,907	141,122
Full-time equivalent employees	169.71	246.85	267.85

* Does not include $1,225,311 and seven staff in federal funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for Acquired Immune Deficiency Syndrome (AIDS) prevention activities.

DIVISION OF MATERNAL, CHILD AND FAMILY HEALTH CARE

The Division of Maternal, Child and Family Health Care targets activities to expectant mothers and children, especially those likely to develop serious medical problems. Low-income mothers and children can participate in the Women, Infants and Children (WIC) program and obtain preventive health consultations through Prenatal Care Clinics. Medical and support services for certain high-risk expectant mothers and children is provided through the Prevention of Mental Retardation (PMR) program and Crippled Children's Services (CCS). Diagnosis and treatment of hereditary conditions such as sickle cell anemia and cystic fibrosis is provided through the Genetic Screening program.

Fiscal Year 1990 Governor's Recommendations

- $1,037,763 and nine staff including $921,763 in new general revenue and $116,000 redirected from core funding for a program to prevent mental retardation and birth defects through early diagnosis and treatment of diseases causing mental retardation and early medical and educational intervention to minimize the consequences of disabling disorders.
- $13,275,632 in federal funds and three staff to increase food distribution through the WIC program.
- $8,976,106 in federal funds and three staff to provide increased reimbursement to day care centers through the Child Care Food Program (CCFP) to provide meals for needy children.
- $145,500 to provide a three percent inflationary increase for the Crippled Children's Services (CCS) program.
- $25,860 to perform health risk assessments for children identified as at risk by teachers involved in the Caring Communities project, an interagency effort to help troubled youth.
- $347,446 for pay plan, including $276,771 in general revenue.
- ($162,120) and eight staff including $70,758 in general revenue transferred to the Division of Chronic Disease Prevention and Health Promotion.
- ($87,130) including $43,565 in general revenue transferred to the Division of Local Health and Institutional Services.
- ($92,245 and one staff) core reduction from the Fiscal Year 1989 appropriation level.

10.650, 10.655, 10.660, 10.665, 10.670, 10.675, H.B. Sec. 10.680, 10.685, 10.690, 10.695	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Child Health Conference Clients	40,622	42,653	44,786
Average Monthly WIC Caseload	60,000	63,000	65,000
Sickle Cell Anemia Screenings	14,043	14,000	14,000
PERSONAL SERVICE			
General Revenue Fund	$ 2,179,616	$ 2,297,220	$ 2,585,649
Federal Funds	1,244,853	2,022,638	2,146,935
EXPENSE AND EQUIPMENT			
General Revenue Fund	452,711	547,281	1,392,678
Federal Funds	703,704	1,418,198	1,641,546
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	13,670,181	11,567,748	11,713,248
Federal Funds	39,930,570	52,744,979	74,584,820
Other Funds	185,407	810,000	810,000
TOTAL	$ 58,367,042	$ 71,408,064*	$ 94,874,876
General Revenue Fund	16,302,508	14,412,249	15,691,575
Federal Funds	41,879,127	56,185,815	78,373,301
Other Funds	185,407	810,000	810,000
Full-time equivalent employees	163.47	199.95	205.95

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* Does not include a total of $11,991,660 in federal funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations including $159,161 for administration of the Women, Infants and Children (WIC) program; $10,674,841 for increased food distributions for the WIC program; and $1,157,658 for the Child Care Food Program (CCFP).

DIVISION OF HEALTH RESOURCES

The Division of Health Resources includes two broad program areas. Hospital and Technical Services licenses and certifies hospitals, home health agencies and ambulatory surgical centers, and regulates and investigates pharmacists and others who handle controlled substances. The Center for Health Statistics maintains a central registry of births, deaths, marriages, dissolutions, and adoptions and collects and analyzes data on the incidence of disease. Data gathered by the Center aid in the planning, development and evaluation of programs and services of the Department of Health as well as health-related activities of other agencies and institutions.

Fiscal Year 1990 Governor's Recommendations

- o $131,078 and four staff to conduct pre-licensure inspections of hospitals.
- o $32,281 and one staff to conduct on-site inspection of hospital facilities to ensure compliance with safe methods of infectious waste disposal.
- o $139,168 and four staff to increase prescription drug surveillance activities and help identify those obtaining or providing prescription drugs illegally.
- o $103,000 in federal funds and three staff to conduct special research projects including a study of the costs and outcomes of motor vehicle crash victims.
- o $210,814 for pay plan, including $144,835 in general revenue.
- o $25,428 in federal funds and one staff converted from a contractual position transferred from Health Administration to reflect staff location and duties.
- o ($63,840 and four staff) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.700	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Hospitals Licensed	160	163	164
Home Health Agencies Licensed	210	203	210
Ambulatory Surgical Centers Licensed	20	22	24
Copies of Vital Records	295,901	270,000	279,000
PERSONAL SERVICE			
General Revenue Fund	$ 1,893,647	$ 1,992,143	$ 2,342,803
Federal Funds	929,589	1,101,027	1,257,126
Highway Department Fund	35,206	36,925	0
EXPENSE AND EQUIPMENT			
General Revenue Fund	315,390	205,466	286,453
Federal Funds	484,897	699,155	737,463
Highway Department Fund	10,864	11,200	0
Other Funds	9,625	0	0
TOTAL	$ 3,679,218	$ 4,045,916	$ 4,623,845
General Revenue Fund	2,209,037	2,197,609	2,629,256
Federal Funds	1,414,486	1,800,182	1,994,589
Highway Department Fund	46,070	48,125	0
Other Funds	9,625	0	0
Full-time equivalent employees	139.69	154.05	163.05

DIVISION OF CHRONIC DISEASE PREVENTION AND HEALTH PROMOTION

The Division of Chronic Disease Prevention and Health Promotion is responsible for administering programs for the prevention and control of chronic diseases such as heart disease, cancer and stroke.

The Division monitors chronic disease occurrence and conducts epidemiologic studies to help determine risk factors. Appropriate interventions are designed and implemented to reduce the prevalence of chronic disease risk factors such as tobacco use, hypertension, poor nutrition and sedentary lifestyle. The Division also provides technical consultation and training in health promotion to private organizations and to other state and local agencies.

Fiscal Year 1990 Governor's Recommendations

- $48,188 and one staff redirected from core funding for the salary of the director of this new Division and a portion of the salary for an executive secretary.
- $58,839 for pay plan, including $36,487 in general revenue.
- $454,156 and 17 staff including $68,832 in general revenue transferred from Health Administration to move the Office of Health Promotion to this Division.
- $961,533 and 14 staff including $46,883 in general revenue transferred from the Division of Environmental Health and Epidemiology Services to locate the cancer control and Missouri Arthritis programs in this Division.
- $162,120 and eight staff including $70,758 in general revenue transferred from the Division of Maternal, Child and Family Health to move staff working on chronic disease prevention activities to this Division.
- ($200,000) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.705, 10.710	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Persons Tested at Hypertension Worksite Projects	3,000	3,000	4,000
Arthritis Patients Participating in Educational Programs and Services	300	750	900
PERSONAL SERVICE			
General Revenue Fund	$ 0	$ 0	$ 420,421
Federal Funds	0	0	480,193
EXPENSE AND EQUIPMENT			
General Revenue Fund	0	0	150,727
Federal Funds	0	0	433,495
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	63,044	66,849	66,849
Other Funds	0	350,000	350,000
TOTAL	$ 63,044	$ 416,849	$ 1,901,685
General Revenue Fund	63,044	66,849	637,997
Federal Funds	0	0	913,688
Other Funds	0	350,000	350,000
Full-time equivalent employees	0.00	0.00	40.00

DIVISION OF LOCAL HEALTH AND INSTITUTIONAL SERVICES

The majority of state public health activities are conducted at the local level, through the Department's seven district health units and nine branch offices and through contracts with local health agencies. Major activities involve a wide range of public health services, including community health nursing, sanitation and health education. In counties lacking public health agencies, district personnel also serve in the capacity of local health officials. Reporting to the Division director is the Missouri Rehabilitation Center, which provides rehabilitative inpatient and outpatient services to pulmonary, cardiac and head injury patients.

Fiscal Year 1990 Governor's Recommendations

- $430,500 to increase funding for cooperative agreements with local health agencies.
- $375,000 including $270,203 in new general revenue and $104,794 redirected from core funding to cover increasing costs of indigent care at the Missouri Rehabilitation Center.
- $139,446 in additional federal funds for repayment of medical student loans.
- $100,930 for rent increases at district offices and to install phone systems in two district offices.
- $20,000 for one additional family practice residency position.
- $684,655 for pay plan, including $395,100 in general revenue.
- $87,130 transferred including $43,565 in general revenue from the Division of Maternal, Child and Family Health.
- ($1,950) core reduction for one-time equipment purchases.
- ($210,273 and 9.75) staff core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.715, 10.720, 10.725, 10.730, 10.735	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Family Practice Residencies	7	11	12
Multi-County Sanitarian Contracts	24	24	28
Multi-County Nursing Contracts	4	4	4
Total Inpatients Served	685	700	725
Total Outpatients Served	5,623	5,900	6,200
Average Daily Census-Hospital	70	80	90
PERSONAL SERVICE			
General Revenue Fund	$ 5,659,184	$ 5,561,830	$ 5,746,657
Federal Funds	467,415	518,099	540,410
Missouri Rehabilitation Center Fund	4,100,296	4,653,125	4,920,369
EXPENSE AND EQUIPMENT			
General Revenue Fund	590,054	872,005	1,389,550
Federal Funds	150,500	326,690	370,255
Missouri Rehabilitation Center Fund	2,869,733	5,002,639	5,002,639
Department of Health-Institutional Gift Fund	36,483	160,000	160,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	4,399,308	5,000,918	5,451,418
Federal Funds	46,274	0	139,446
TOTAL	$ 18,319,247	$ 22,095,306*	$ 23,720,744
General Revenue Fund	10,648,546	11,434,753	12,587,625
Federal Funds	664,189	844,789	1,050,111
Missouri Rehabilitation Center Fund	6,970,029	9,655,764	9,923,008
Department of Health-Institutional Gift Fund	36,483	160,000	160,000
Full-time equivalent employees	539.12	544.20	534.45

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* Does not include $275,000 in general revenue recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to cover increasing costs of indigent care at the Missouri Rehabilitation Center.

ELLIS FISCHEL STATE CANCER CENTER

As a designated state cancer center, Ellis Fischel provides comprehensive medical treatment, conducts clinical research, and offers education to both health professionals and Missourians at large. Patients from all over the state receive treatment regardless of ability to pay.

Fiscal Year 1990 Governor's Recommendations

o $268,394 for pay plan, including $151,737 in general revenue.
o ($15,000) core reduction for one-time equipment purchases.
o ($68,880 and three staff) core reduction from the Fiscal Year 1989 appropriation level.

H.B. Sec. 10.740	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Discharges	1,327	1,327	1,300
Ambulatory Clinic Visits	11,300	11,300	13,008
New Patients	876	876	1,008
Average Length of Stay (Days)	7.0	7.0	7.5
Percent Occupancy of Staffed Beds	39.8	39.8	41.7
PERSONAL SERVICE			
General Revenue Fund	$ 3,839,633	$ 3,613,062	$ 3,703,721
State Cancer Center Fund	1,504,476	2,705,484	2,822,141
EXPENSE AND EQUIPMENT			
General Revenue Fund	0	348,387	340,585
State Cancer Center Fund	5,179,684	5,350,363	5,335,363
Ellis Fischel Gift Fund	3,663	650,000	650,000
TOTAL	$ 10,527,456	$ 12,667,296	$ 12,851,810
General Revenue Fund	3,839,633	3,961,449	4,044,306
State Cancer Center Fund	6,684,160	8,055,847	8,157,504
Ellis Fischel Gift Fund	3,663	650,000	650,000
Full-time equivalent employees	231.14	281.00	278.00

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of Director	$ 571,863	$ 1,144,884	$ 1,093,261	$ 1,419,315
Administrative Services	16,995,317	18,543,721	28,146,007	22,573,363
Division of Child Support Enforcement	25,486,635	30,444,016	33,520,652	33,993,051
Division of Family Services	459,805,679	479,375,473	525,798,570	495,935,635
Division of Medical Services	645,690,600	692,748,234	874,318,194	833,930,637
Division of Aging	46,337,998	51,092,633	55,864,409	52,728,856
Division of Youth Services	13,689,280	15,577,191	18,510,745	16,330,444
DEPARTMENTAL TOTAL	$1,208,577,372	$1,288,926,152	$1,537,251,838	$1,456,911,301
General Revenue Fund	491,521,151	515,111,139	634,949,690	587,236,141
Federal Funds	700,124,602	745,027,506	866,887,665	836,104,285
Other Funds	16,931,619	28,787,507	35,414,483	33,570,875
Full-time equivalent employees	6,776.64	7,122.41	7,950.51	7,332.87

POLICY SUMMARY

Fiscal Year 1990 budget recommendations for the Department of Social Services continue the Governor's commitment to improving the quality of and access to health care for Missouri's most needy citizens. The needs of children and the elderly, often the most susceptible to health problems, will be met by expanding Medicaid coverage to an additional 58,000 Missourians. A recommendation of $53.9 million extends access to health care services to nearly 49,000 elderly under the provisions of the federal Medicare Catastrophic Coverage Act. Continuation of the Medicaid Expansion program for children and pregnant women and implementation of SCS HB 1139, passed by the Second Regular Session of the 84th General Assembly, provides for a variety of new Medicaid services and will allow approximately 9,000 more Missouri children to receive the health care they need. Another $7.5 million is directed toward continuing the Governor's initiative to maintain the quality of care and the financial viability of hospitals participating in the Missouri Medicaid Disproportionate Share program. In total, over $143 million, which includes nearly $62 million in new state general revenue funds, is incorporated into the Governor's budget for increased health care services.

Other recommended increases for day care, adoption subsidy and child support enforcement focus on assisting children in Missouri's needy families. Additional staff and in-home services are included to provide services for the elderly.

INCREASED HEALTH CARE SERVICES FOR MISSOURIANS

New Services Through Medicaid. SCS HB 1139 passed by the Second Regular Session of the 84th General Assembly authorizes the Medicaid program to cover a variety of new services to more Missourians. Disabled children age 5 to 17 are the prime beneficiaries of this legislation, with nearly 4,000 expected to receive health care services. Various mental health services including intensive day programs, therapy, medication, crisis intervention, and drug and alcohol treatments are also authorized by SCS HB 1139. A non-emergency medically necessary transportation pilot project will be conducted to determine the feasibility of operating this program on a statewide basis. Other new services include day rehabilitation for head injured victims, hospice care for terminally ill patients, skilled nursing home care for children under age 21, and health care services for all children in the custody of the Department of Social Services. The Governor recommends a total of $1.1 million and two staff in supplemental appropriations and $11.9 million and 21 staff to continue to implement the provisions of SCS HB 1139 in Fiscal Year 1990.

POLICY SUMMARY (Continued)

Medicare Catastrophic Coverage Act. Financial ruin from catastrophic health care bills is a concern to many older Missourians. This concern will be reduced by a provision in the federal Medicare Catastrophic Coverage Act which provides for the purchase of Medicare Part B coverage for Missourians with incomes over the Medicaid limits but under 100 percent of poverty. Further financial protection is provided through the exemption of the homestead when determining an individual's eligibility for Medicaid coverage. In addition, the spouse of a nursing home resident will be allowed to keep one-half of the couple's property and a portion of the family's income in order to support him or herself. Nearly 49,000 Missourians will benefit from these changes as a result of the Governor's Fiscal Year 1990 budget recommendation of $53.9 million and approximately 30 staff for six months to implement the new provisions.

Continued Improvements in Health Care. Prenatal and early childhood health care is integral to any effort to reduce the number of low birth weight babies and encourage proper growth and development of young children. In its second full year, the Governor's initiative on Medicaid coverage for children and pregnant women will provide health care services to an additional 4,500 children under the age of four. The Governor's budget includes $2.7 million and 34 staff to continue to provide a healthy beginning for Missouri children.

The Disproportionate Share Hospital program allows the Missouri Medicaid program to grant higher per diem rates to hospitals that treat a larger than average number of Medicaid patients. The Second Regular Session of the 84th General Assembly passed and the Governor signed SCS HB 1134 to authorize these new rates. The revised methodology expanded the number of qualifying hospitals from 6 to 25. To cover costs for the first full year of the program, the Governor recommends an additional $7.5 million to ensure continued care for Missouri's indigent.

Nurse aides are a vital component of any nursing home's staff. To be effective and provide quality services, these aides must be thoroughly trained. The Omnibus Budget Reconciliation Act of 1987 (OBRA 87) addresses this issue in its Nursing Home Reform sections by mandating that all nurse aides successfully complete a 75-hour training course before being allowed to work with patients. HCS SCS SB 602 passed by the Second Regular Session of the 84th General Assembly outlines a strategy to implement these provisions. The Governor recommends $1.1 million to defray the cost to nursing homes of training an estimated 1,500 nurse aides.

Encouraging Provider Participation. Continued provider participation in the Medicaid program is key to the delivery of health care to Missouri's indigent. The Governor recommends $5.7 million to continue rate and inflation increases granted in Fiscal Year 1989. The Governor's budget also includes over $7 million for non-institutional program rate and inflation increases and nearly $9.5 million for a three percent rate increase for hospitals and nursing homes beginning in January.

Reduced participation by physicians providing obstetrical services for low-income women has created a problem of both accessibility and availability of these services. The Governor recommends $470,460 for six months to increase reimbursements to encourage physicians to accept low-income patients. These "incentive payments", based on the number of babies delivered, will give physicians delivering 25 to 49 babies an additional $75 per delivery after the 25th delivery. Providers performing between 50 and 74 deliveries will receive a $100 incentive payment for each delivery and those providers who deliver more than 75 babies will receive an extra $125 for each delivery.

Currently, dentists are reimbursed at a lower rate than physicians when they provide the same type of services. The Omnibus Budget Reconciliation Act of 1987 mandates dentists be paid the same as physicians when they perform certain medical and surgical procedures such as dental x-rays, extractions, biopsies, and repair of wounds. To correct this inconsistency in reimbursements for similar procedures, the Governor recommends $1.6 million to raise payment rates paid to dentists.

SERVICES FOR CHILDREN

The state is committed to protecting and caring for children. This often includes providing assistance to the family in order to maintain a stable home for the child. In other cases, to protect the child, it is necessary to remove the child from the care of his natural parents. A wide variety of services are provided to help

POLICY SUMMARY (Continued)

families stay together including day care, individual counseling, evaluation, family therapy, resource coordination and respite care. For those children who cannot or should not be returned to their natural homes, services on a temporary basis include foster care and residential treatment and on a long-term basis, subsidized adoption.

Healthy development for children is best provided in a caring, permanent family environment. To achieve this goal, the Governor's Fiscal Year 1990 budget focuses on making families more stable and self-reliant by enhancing the ability of custodial parents to collect child support, providing additional day care slots, and beginning implementation of the Family Support Act which emphasizes education and work.

Child Support. The Division of Child Support Enforcement helps families become more self-sufficient by locating absent parents, establishing paternity when necessary, and establishing and collecting child support orders. This program serves both recipients of Aid to Families of Dependent Children (AFDC) and the general public who make application for these services. For AFDC families, public assistance obligations are reduced by the amount of the support payment, making them less dependent on public assistance and creating a more stable home for the children involved. In Fiscal Year 1988, as a result of this program $24.8 million was collected for the AFDC families involved and $9.5 million was returned to the state. To build on this progress, the Governor recommends $1,248,494 in federal funds and 49 staff to increase the collection of support payments to these families by $3.6 million and avoid welfare costs by $1.2 million. In order for the Division of Child Support Enforcement to improve its record on establishing paternity and to avoid federal sanctions, the Governor recommends $850,369 in supplemental appropriations and $1,722,011 in Fiscal Year 1990 to be used for blood testing and the purchase of legal services related to the establishment of paternity.

Due to the growth and increasing complexity of the Child Support Enforcement program, the present computer support system is approaching obsolescence. Improvements to that system are necessary in order to provide essential staff support and, in certain instances, to comply with federal regulations related to case processing. To extend the progress of this program, the Governor recommends $2,542,706 in federal funds and $116,692 in general revenue to update the current computer system.

Welfare Reform. The Family Support Act of 1988 replaces the existing AFDC program with a new Family Support program which emphasizes work, child support enforcement, and family support services. Like the Governor's Learnfare/Welfare-to-Work initiative, the Family Support Act encourages and assists needy children and parents in obtaining the education, training and employment needed to avoid long-term welfare dependency. With the Learnfare pilot projects already started in St. Louis City and Kansas City, the Department of Social Services has a solid foundation from which to begin implementing the Family Support Act.

Preliminary federal guidelines are being developed to implement the Family Support Act. One component of the Act requires that each state operate a Job Opportunities and Basic Skills Training (JOBS) program. The JOBS program is to consist of a broad range of services including education, job training and readiness activities. The emphasis on education and literacy for participants who do not have a high school diploma or its equivalent is the same as the focus of the Learnfare/Welfare-to-Work pilot projects. Based on current information, the Governor's recommendation includes $317,490 and 11.75 staff to develop the required JOBS program and other necessary coordination activities to begin implementing the Family Support Act in April 1990. Additional staff and program funds will be phased in over the next two years.

Day care is one of the benefits of the Learnfare/Welfare-to-Work project and one which will be provided to participants under the JOBS program. Transitional day care will also be available for 12 months to those parents who are able to leave the public assistance rolls because they have found jobs. The Governor recommends $571,919, including $250,000 in general revenue for 165 new day care slots for 12 months, and $321,919 in federal funds to match existing general revenue to create 839 new day care slots for three months. The Governor recommends $21,455 in federal funds which will be available for day care licensing staff to handle the increased workload of licensing more day care centers.

POLICY SUMMARY (Continued)

Day Care. The key to a self-reliant family is for parents to have the opportunity to work and provide for their families. The subsidized day care program helps low-income families maintain employment by first ensuring that child care is available. Parents are then free to find and keep a job or participate in a training or education program to acquire better job skills. The Department of Social Services currently provides day care for an average of 8,289 children each month. The Governor recommends $378,134 for provider rate increases. Also referred to in the Welfare Reform section, $571,919 will provide an additional 165 new day care slots for 12 months and 839 new day care slots for three months.

Adoption Subsidy. The number of children receiving adoption subsidy services has increased from 931 in Fiscal Year 1985 to 2,196 in the current year. These placements have helped reduce the need for temporary foster care while providing the children who are placed in adoption with a permanent family. For Fiscal Year 1990 the Governor recommends $646,956 for 200 new adoption subsidy placements, $310,000 to continue Fiscal Year 1989 supplemental funding, and $134,826 for rate increases to assist adoptive parents.

Residential Treatment. Children who need residential care and treatment can have emotional problems that range from mild to severe. These children's behavior and special needs for care require a more structured setting than can be given in their own home or a temporary foster family. The residential treatment program provides an opportunity to focus intensive services on the child to eliminate or reduce their behavior problems with the goal of reunification with their parents whenever possible. The Governor recommends $900,000 to continue the Fiscal Year 1989 supplemental appropriation, $404,658 for three months funding to continue 50 Level Four slots funded in Fiscal Year 1989 and $382,665 for provider rate increases.

SERVICES FOR THE ELDERLY

Social and Protective Services. Social and Protective Services staff in the Division of Aging provide basic case management services to victims of abuse, neglect and exploitation as well as perform preadmission screening for persons entering a nursing home. In Fiscal Year 1990, Social and Protective Services staff expect to investigate nearly 9,500 abuse and neglect calls to the Aging hotline and to perform 6,500 preadmission screenings. The Governor recommends $109,421 and eight staff for six months to continue providing services to an increasing number of older Missourians.

Institutional Services. The Institutional Services staff will inspect over 1,100 nursing homes and investigate nearly 3,600 institutional complaints in Fiscal Year 1990. In addition, these staff will conduct long-term care surveys of some 395 certified facilities participating in the Medicaid and Medicare programs and conduct inspections of care and utilization reviews of residents in certified Medicaid facilities. In order to conduct these activities in a timely manner and to improve the quality of care provided to older Missourians, the Governor recommends $179,567 and 12 additional staff for six months.

In-Home Services. For many older persons, the physical and/or mental infirmities of advanced age create limitations in their ability to perform certain basic activities of daily living. To help prevent or delay premature institutionalization of our older citizens, the Division of Aging offers a variety of in-home services including personal care (personal hygiene oriented services), homemaker services (general household tasks) and chore services (intermittent household tasks). The Governor recommends $250,000 to provide these services to an additional 250 elderly and handicapped Missourians in Fiscal Year 1990.

While some older Missourians need only a little extra assistance in order to remain in their homes, others need more skilled care. The Governor proposes and urges the General Assembly to enact legislation that would provide for this higher level of care. This new level of care, called Tier II, would be reimbursed at an hourly rate of $9.00. The Governor's budget includes $360,899 to implement Tier II rates. The Governor's recommendations also include $423,579 for a three percent increase in January in the hourly rate for basic in-home services.

DEPARTMENT OF SOCIAL SERVICES
DEPARTMENTAL ADMINISTRATION

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Office of Director	$ 571,863	$ 1,144,884	$ 1,093,261	$ 1,419,315
Division of Budget and Finance	1,618,632	1,735,939	2,505,056	2,324,140
Division of Data Processing	9,279,373	10,147,887	16,762,353	13,322,293
Division of General Services	1,924,668	2,052,411	2,320,887	2,196,462
Division of Legal Services	4,172,644	4,607,484	6,557,711	4,730,468
DIVISIONAL TOTAL	$ 17,567,180	$ 19,688,605	$ 29,239,268	$ 23,992,678
PERSONAL SERVICE				
General Revenue Fund	6,142,537	6,329,744	7,831,234	7,149,342
Federal Funds	4,903,799	5,135,068	6,174,032	5,568,366
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,921,719	2,458,177	5,363,506	2,752,267
Federal Funds	3,378,457	4,603,799	8,708,679	7,233,648
Administrative Trust Fund	1,150,297	1,061,817	1,061,817	1,061,817
Educational Improvement Fund	0	0	0	127,238
PROGRAM SPECIFIC DISTRIBUTION				
Federal Funds	70,371	100,000	100,000	100,000
TOTAL	$ 17,567,510	$ 19,688,605	$ 29,239,268	$ 23,992,678
General Revenue Fund	8,064,256	8,787,921	13,194,740	9,901,609
Federal Funds	8,352,627	9,838,867	14,982,711	12,902,014
Administrative Trust Fund	1,150,297	1,061,817	1,061,817	1,061,817
Educational Improvement Fund	0	0	0	127,238
Full-time equivalent employees	498.93	514.77	589.20	536.25

OFFICE OF DIRECTOR

Departmental Administration includes the director, the director's staff, and centralized support divisions, which are discussed individually in later sections of the Governor's budget. The director is responsible for all program and policy determinations, except as provided by law. He determines the priority of program implementation and has final approval for use of state and federal grants.

Fiscal Year 1990 Governor's Recommendations

- $48,000 and one staff for an Assistant to the Director for health care issues.
- $277,000, including $175,000 in general revenue and $102,000 in federal funds, for moving costs, telephone costs and rental costs for new office space.
- ($73,614 in federal funds and .67 staff) core reduction for one-time expenses to implement the Youth 2000 Project.
- $23,045 for pay plan, including $21,425 in general revenue.

H.B. Sec. 11.005, 11.006	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 476,595	$ 509,133	$ 578,558
Federal Funds	11,668	34,537	8,821
EXPENSE AND EQUIPMENT			
General Revenue Fund	75,656	75,745	250,745
Federal Funds	7,944	525,469	581,191
TOTAL	$ 571,863	$ 1,144,884	$ 1,419,315
General Revenue Fund	552,251	584,878	829,303
Federal Funds	19,612	560,006	590,012
Full-time equivalent employees	16.46	18.17	18.50

DIVISION OF BUDGET AND FINANCE

The Division of Budget and Finance is composed of four sections: budget, planning, receipts and reporting and accounts payable. The Division is responsible for preparing the Department's budget requests, various financial reports and all fiscal notes. Other responsibilities include maintenance of support mechanisms to ensure timely payments to clients, vendors and staff, and timely receipt and disposition of revenue received by the Department of Social Services.

Fiscal Year 1990 Governor's Recommendations

- o $442,620, including $216,884 in general revenue and $225,736 in federal funds, and 17 staff transferred from the Division of Legal Services to consolidate audit functions.
- o $30,840, including $19,429 in general revenue and $11,411 in federal funds, and one staff transferred from the Division of Youth Services to consolidate budget functions.
- o ($6,049) core reduction from the Fiscal Year 1989 appropriation level.
- o $120,790 for pay plan, including $76,097 in general revenue.

H.B. Sec. 11.010, 11.015	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 763,997	$ 819,724	$ 1,102,734
Federal Funds	600,310	613,152	864,392
EXPENSE AND EQUIPMENT			
General Revenue Fund	81,028	91,568	114,919
Federal Funds	102,926	111,495	142,095
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	70,371	100,000	100,000
TOTAL	$ 1,618,632	$ 1,735,939	$ 2,324,140
General Revenue Fund	845,025	911,292	1,217,653
Federal Funds	773,607	824,647	1,106,487
Full-time equivalent employees	68.77	69.50	87.50

DIVISION OF DATA PROCESSING

The Division is responsible for the development, maintenance and operation of the Department's data processing system. The Division processes data on recipients and vendors, prints checks and vendor payments, and provides management reports to other divisions in the Department. Recent system enhancements include: the implementation of an Information and Referral system for the Division of Aging; a redesign of the Department of Health's Births, Deaths, Marriages and Divorces Automated systems; and the implementation of the Distributed Office Support system that provides immediate communication between the Division of Family Services central office, the area offices, sub-area offices and county offices.

Fiscal Year 1990 Governor's Recommendations

- o $2,516,913, including $116,692 in general revenue and $2,400,221 in federal funds, for the Title IV-D systems enhancement to improve the Division of Child Support Enforcement's data processing capabilities.
- o $246,797 in federal funds for computer enhancements, including main memory storage and replacement of disk storage controllers.
- o $47,485 in federal funds for terminals and printers to assist the Division of Child Support Enforcement in its collection efforts.
- o $51,138, including $25,569 in general revenue and $25,569 in federal funds, and two staff transferred from the Division of Medical Services to consolidate research activities.
- o $150,000, including $75,000 in general revenue and $75,000 in federal funds, for system changes due to the Medicare Catastrophic Care Act.
- o $127,238 for terminals and printers for the education programs in the Division of Youth Services.
- o ($90,158) core reduction from the Fiscal Year 1989 appropriation level.
- o ($159,249) core reduction, including $15,925 in general revenue and $143,324 in federal funds, for one-time expenses.
- o $284,242 for pay plan, including $175,519 in general revenue.

H.B. Sec. 11.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Central Processing Unit (Hours/Month)	452	260	270
System Availability (%)	99.7	99.7	99.5
On-Line Transaction Volume	51,463,731	96,000,000	115,000,000
Average Terminal Response (Seconds)	3.10	3.25	3.64
PERSONAL SERVICE			
General Revenue Fund	$ 2,348,799	$ 2,243,814	$ 2,443,585
Federal Funds	1,806,570	1,849,747	1,982,722
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,350,846	1,817,770	1,904,696
Federal Funds	2,622,861	3,174,739	5,802,235
Administrative Trust Fund	1,150,297	1,061,817	1,061,817
Educational Improvement Fund	0	0	127,238
TOTAL	$ 9,279,373	$ 10,147,887	$ 13,322,293
General Revenue Fund	3,699,645	4,061,584	4,348,281
Federal Funds	4,429,431	5,024,486	7,784,957
Administrative Trust Fund	1,150,297	1,061,817	1,061,817
Educational Improvement Fund	0	0	127,238
Full-time equivalent employees	157.09	158.00	160.00

DIVISION OF GENERAL SERVICES

The Division of General Services provides a variety of services which support the operations of the Department, including negotiating leases of rental property and all communications systems; providing necessary minor office renovations; operating a copy center; coordinating the inventory and distribution of office equipment and furniture; and processing requests for lease or purchase of equipment and services.

Fiscal Year 1990 Governor's Recommendations

- $67,296, including $42,396 in general revenue and $24,900 in federal funds, and 2.5 staff to continue partial year funding received in Fiscal Year 1989.
- ($6,096) core reduction from the Fiscal Year 1989 appropriation level.
- ($13,949) core reduction, including $1,543 in general revenue and $12,406 in federal funds, for one-time expenses.
- $96,800 for pay plan, including $60,992 in general revenue.

H.B. Sec. 11.025	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 920,336	$ 971,191	$ 1,061,659
Federal Funds	680,312	711,674	764,794
EXPENSE AND EQUIPMENT			
General Revenue Fund	95,772	123,482	128,763
Federal Funds	228,248	246,064	241,246
TOTAL	$ 1,924,668	$ 2,052,411	$ 2,196,462
General Revenue Fund	1,016,108	1,094,673	1,190,422
Federal Funds	908,560	957,738	1,006,040
Full-time equivalent employees	94.84	98.50	101.00

DIVISION OF LEGAL SERVICES

The Division of Legal Services has four sections: legal, hearings, investigation, and personnel and labor relations. The legal section provides legal counsel and information on statutory and regulatory changes for all program division directors and the Office of Director. The hearings section provides fair and timely appeals hearings for recipients of services provided by the Department, agencies which are regulated by the Department, and other claimants, such as child support obligors. The investigation section acquires evidence used to secure criminal prosecution, administrative sanctions or monetary recovery from vendors or recipients who abuse the Medicaid or public assistance programs. The personnel and labor relations section administers a personnel program and human resource management system to serve the Department's employees.

Fiscal Year 1990 Governor's Recommendations

- $134,511, including $67,257 in general revenue and $67,254 in federal funds, and 2.65 staff for increased hearings as a result of the Medicare Catastrophic Care Act.
- $323,183, including $207,112 in general revenue and $116,071 in federal funds, and 13 staff transferred from the Divisions of Family Services, Medical Services, Aging and Youth Services to consolidate personnel functions.
- ($442,620), including $216,884 in general revenue and $225,736 in federal funds, and 17 staff transferred to the Division of Budget and Finance to consolidate audit functions.
- ($16,637) core reduction from the Fiscal Year 1989 appropriation level.
- ($101,465) core reduction, including $2,778 in general revenue and $98,687 in federal funds, for one-time expenses.
- $226,012 for pay plan, including $142,386 in general revenue.

H.B. Sec. 11.030, 11.035	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 1,632,810	$ 1,785,882	$ 1,962,806
Federal Funds	1,804,939	1,925,958	1,947,637
EXPENSE AND EQUIPMENT			
General Revenue Fund	318,417	349,612	353,144
Federal Funds	416,478	546,032	466,881
TOTAL	$ 4,172,644	$ 4,607,484	$ 4,730,468
General Revenue Fund	1,951,227	2,135,494	2,315,950
Federal Funds	2,221,417	2,471,990	2,414,518
Full-time equivalent employees	161.77	170.60	169.25

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF CHILD SUPPORT ENFORCEMENT

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administration	$ 9,103,157	$ 11,076,016	$ 14,122,652	$ 14,595,041
Reimbursement to Counties	4,099,987	4,100,000	4,100,000	4,100,000
Federal Reimbursement/Local Incentives	12,055,908	15,198,000	15,198,000	15,198,000
State Tax Refund Distribution	69,947	70,000	100,000	100,000
Prosecuting Attorneys Pay Subsidy	78,137	0	0	0
Payments to IRS	79,499	0	0	0
DIVISIONAL TOTAL	$ 25,486,635	$ 30,444,016	$ 33,520,652	$ 33,993,051
PERSONAL SERVICE				
General Revenue Fund	2,111,738	2,561,884	3,239,537	2,740,859
Federal Funds	4,587,049	5,514,083	6,504,559	6,781,371
EXPENSE AND EQUIPMENT				
General Revenue Fund	755,601	912,454	1,104,561	854,772
Federal Funds	1,728,268	2,047,905	3,234,305	4,178,359
Administrative Trust Fund	0	39,690	39,690	39,690
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	148,084	70,000	100,000	100,000
Federal Funds	16,155,895	19,298,000	19,298,000	19,298,000
TOTAL	$ 25,486,635	$ 30,444,016	$ 33,520,652	$ 33,993,051
General Revenue Fund	3,015,423	3,544,338	4,444,098	3,695,631
Federal Funds	22,471,212	26,859,988	29,036,864	30,257,730
Administrative Trust Fund	0	39,690	39,690	39,690
Full-time equivalent employees	370.20	447.50	512.60	496.50

ADMINISTRATION

Missouri's Division of Child Support Enforcement (DCSE) locates missing parents, helps establish paternity and child support obligations, and collects and disburses support payments for both AFDC and non-AFDC families. The state retains approximately 40 percent of all child support collected on AFDC cases.

Fiscal Year 1990 Governor's Recommendations

o $1,248,494 in federal funds and 49 staff to increase the collection of child support payments on behalf of an additional 24,931 AFDC clients.
o $871,642 in federal funds to contract for legal services to assist with establishing paternity.
o $850,369 in federal funds for blood testing to determine paternity.
o $95,000 in federal funds for technical assistance to enhance the present computer support system.
o ($84,657) core reduction, including $57,682 in general revenue and $26,975 in federal funds, of which $66,644 is for one-time vehicle and equipment purchases.
o $538,187, including $178,975 in general revenue and $359,212 in federal funds, for pay plan.

H.B. Sec. 11.040, 11.042	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Total Collections (in Millions)	$86.2	$95.0	$106.1
Total Collections vs. Total Spent	4.35:1	4.38:1	4.49:1
General Revenue Returned vs. General Revenue Spent by DCSE	3.24:1	3.25:1	3.38:1
Percent of All AFDC Payments Collected Through Child Support	12.0%	15.3%	17.0%
PERSONAL SERVICE			
General Revenue Fund	$ 2,111,738	$ 2,561,884	$ 2,740,859
Federal Funds	4,587,049	5,514,083	6,781,371
EXPENSE AND EQUIPMENT			
General Revenue Fund	732,556	912,454	854,772
Federal Funds	1,671,814	2,047,905	4,178,359
Administrative Trust Fund	0	39,690	39,690
TOTAL	$ 9,103,157	$ 11,076,016*	$ 14,595,051
General Revenue Fund	2,844,294	3,474,338	3,595,631
Federal Funds	6,258,863	7,561,988	10,959,730
Administrative Trust Fund	0	39,690	39,690
Full-time equivalent employees	370.20	447.50	496.50

* Does not include $81,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for improvements in the Division of Child Support Enforcement's data processing system and $850,369 in federal funds to expand paternity testing.

REIMBURSEMENT TO COUNTIES, LOCAL INCENTIVES AND STATE TAX REFUND

Reimbursement to Counties - This program provides reimbursement to counties which have signed a cooperative agreement with the Child Support Enforcement (CSE) program. Child support collection and prosecution costs incurred by the counties are reimbursed by the federal government at a rate of 68 percent.

Federal Reimbursement/Local Incentives - This appropriation provides a mechanism for disbursing the federal and local share of AFDC child support collections received by the CSE unit.

State Tax Refund Distribution - This appropriation provides a mechanism for reimbursing absent parents for child support payments overcollected from garnisheed state tax returns.

Prior Year expenditures include two additional programs which are no longer needed: The Prosecuting Attorneys' Pay Subsidy provided a salary increase to prosecuting attorneys for child support enforcement related duties and Payments to IRS provided funds to reimburse the federal government $3.78 for each federal tax return that was intercepted for child support enforcement collection purposes.

Fiscal Year 1990 Governor's Recommendations

- $30,000 in general revenue to continue the Fiscal Year 1989 emergency and supplemental appropriation for the State Tax Refund Distribution program to meet the projected increase in state tax interceptions.

H.B. Sec. 11.050, 11.055, 11.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 171,129	$ 70,000	$ 100,000
Federal Funds	16,212,349	19,298,000	19,298,000
TOTAL	$ 16,383,478	$ 19,368,000*	$ 19,398,000

* Does not include $30,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for the State Tax Refund Distribution program.

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administrative and Staff Services	$ 103,544,018	$ 107,017,869	$ 125,037,285	$ 114,371,113
Income Maintenance Payments	253,502,153	256,310,000	269,051,059	261,135,857
Children's Services Programs	53,964,331	60,147,750	74,744,290	64,077,627
Special Programs	44,150,941	51,183,000	51,183,000	51,183,000
Services for the Blind	4,644,236	4,716,854	5,782,936	5,168,038
DIVISIONAL TOTAL	$ 459,805,679	$ 479,375,473	$ 525,798,570	$ 495,935,635
PERSONAL SERVICE				
General Revenue Fund	41,459,429	31,604,419	44,263,131	37,490,941
Federal Funds	45,992,445	59,609,789	62,746,287	60,942,467
EXPENSE AND EQUIPMENT				
General Revenue Fund	6,592,823	5,243,021	7,915,948	5,812,796
Federal Funds	11,483,397	12,616,494	12,598,855	12,381,947
Donated and Children's Funds	0	10,000	10,000	10,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	147,386,694	167,724,000	187,994,730	173,234,294
Federal Funds	198,195,217	191,242,750	198,899,078	194,692,649
Blind Pension Fund	8,691,525	9,300,000	9,345,541	9,345,541
Donated and Children's Funds	4,149	2,025,000	2,025,000	2,025,000
TOTAL	$ 459,805,679	$ 479,375,473	$ 525,798,570	$ 495,935,635
General Revenue Fund	195,438,946	204,571,440	240,173,809	216,538,031
Federal Funds	255,671,059	263,469,033	274,244,220	268,017,063
Blind Pension Fund	8,691,525	9,300,000	9,345,541	9,345,541
Donated and Children's Funds	4,149	2,035,000	2,035,000	2,035,000
Full-time equivalent employees	4,743.33	4,881.06	5,420.73	5,002.04

ADMINISTRATIVE AND STAFF SERVICES

Administrative Services provides management, coordination, and general direction to all Division of Family Services programs. The Division director and staff monitor the efficiency and effectiveness of Income Maintenance and Children's Services programs, develop the Division's five-year plan, train supervisory and line staff, monitor contracts, review federal regulations, develop state regulations, and coordinate all fiscal reporting tasks for the Division. Most overhead expense items for the Division such as building rentals and utility costs are also included in this section.

Staff Services consists of the day-to-day operation of all Income Maintenance and Children's Services programs administered by the Division of Family Services. Funds in these sections support income maintenance and social service workers, administrative and supervisory staff, and clerical support positions at Division of Family Services county offices.

Fiscal Year 1990 Governor's Recommendations

- $609,113, including $323,521 in general revenue and $285,592 in federal funds, to provide full-year funding for 22 staff funded for six months in Fiscal Year 1989 and to add 12 staff to implement the Medicaid expansion for children and pregnant women.
- $584,400 in federal funds and 30 staff to provide on-site application services to 820 hospitalized persons potentially eligible for public assistance.
- $545,956, including $289,936 in general revenue and $256,020 in federal funds, and 27.23 income maintenance staff to implement the provisions of the federal Medicare Catastrophic Care Act.
- $317,490, including $126,996 in general revenue and $190,494 in federal funds, and 11.75 staff for program development and coordination of provisions of the federal Family Support Act.
- $301,349, including $160,056 in general revenue and $141,293 in federal funds, to continue funding 16 staff to process the applications of the permanently and totally disabled children under age 18 who are covered by Medicaid, as established by SCS HB 1139, passed by the Second Regular Session of the 84th General Assembly.
- $283,019, including $150,000 in general revenue and $133,019 in federal funds, to continue the Fiscal Year 1989 emergency and supplemental appropriation for increased postage costs.
- $56,866, including $30,202 in general revenue and $26,664 in federal funds, and three staff to continue funding a non-emergency medically necessary transportation pilot project funded for six months in Fiscal Year 1989 as established by SCS HB 1139, passed by the Second Regular Session of the 84th General Assembly. The pilot will provide transportation services to approximately 270 eligible recipients.
- $21,455 in federal funds and staff for three months to inspect and license additional day care facilities.
- $3,159 in federal funds for expenses incurred by additional Blind Administration staff providing services to the visually impaired.
- ($139,948) core reduction, including a one-time vehicle and equipment purchase of $14,380 in general revenue.
- $2,349,358 in general revenue and a corresponding reduction of ($2,349,358) in federal funds to account for the loss of one-time federal Title IV-E funds for staffing of DFS administration, and field and line operations.
- ($125,101) core reduction, including $78,814 in general revenue and $46,287 in federal funds, for the transfer of five staff to the Department of Social Services, Division of Personnel.
- $4,895,486 for pay plan, including $3,204,490 in general revenue.

ADMINISTRATIVE AND STAFF SERVICES (Continued)

11.100, 11.101, 11.105, 11.110, 11.115, 11.120, H.B. Sec. 11.125, 11.130, 11.135	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Aid to Families with Dependent Children:			
Applications processed each month	6,548	6,548	6,548
Reinvestigations each month	5,919	5,919	5,919
General Relief:			
Applications processed each month	2,264	2,264	2,264
Reinvestigations each month	270	270	270
Food Stamps:			
Applications each month	22,633	26,239	26,239
Other Income Maintenance Programs:			
Applications processed each month	6,574	7,141	7,141
Reinvestigations each month	7,254	7,254	7,254
Child Abuse and Neglect Reports Monthly	3,460	3,460	3,460
Protective Services Cases Open Monthly	14,424	14,424	14,424
PERSONAL SERVICE			
General Revenue Fund	$ 40,922,416	$ 31,039,352	$ 36,883,874
Federal Funds	44,731,430	58,312,271	59,502,531
EXPENSE AND EQUIPMENT			
General Revenue Fund	6,531,664	5,164,850	5,736,125
Federal Funds	11,358,508	12,491,396	12,238,583
Division of Family Services Donations	0	10,000	10,000
TOTAL	$ 103,544,018	$ 107,017,869*	$ 114,371,113
General Revenue Fund	47,454,080	36,204,202	42,619,999
Federal Funds	56,282,769	70,803,667	71,741,114
Division of Family Services Donations	0	10,000	10,000
Full-time equivalent employees	4,652.30	4,788.94	4,906.92

* Does not include $134,337 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to implement SCS HB 1139 and $200,000 to cover a shortfall for Line Staff in Area Three as a result of an imbalance in the split of funding for the six different areas and $283,019 for the increased cost of postage.

AID TO FAMILIES WITH DEPENDENT CHILDREN

The Aid to Families with Dependent Children (AFDC) program provides monthly payments to families who are determined to be eligible by the Division's county office staff. Actual grant amounts vary by family size, income, and other resources. Since June 16, 1983 two-parent families which meet the eligibility requirements of the AFDC - Unemployed Parent program also receive AFDC payments.

Fiscal Year 1990 Governor's Recommendations

- o $1,033,507, including $419,811 in general revenue and $613,696 in federal funds, to continue funding a one percent AFDC grant increase funded for six months in Fiscal Year 1989.
- o $3,207,549, including $1,302,906 in general revenue and $1,904,643 in federal funds, for a three percent AFDC grant increase for inflation beginning in January 1990.
- o $892,540 in general revenue and a corresponding reduction of ($892,540) in federal funds as a result of a reduction in federal financial participation.

H.B. Sec. 11.140	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Families Receiving AFDC	67,568	67,829	67,829
Average Monthly Payment Per Household			
AFDC	$257	$260	$268
AFDC-UP	$314	$320	$330
General Revenue Fund	$ 85,046,441	$ 85,100,000	$ 87,715,257
Federal Funds	124,523,368	126,600,000	128,225,799
TOTAL	$ 209,569,809	$ 211,700,000	$ 215,941,056

FOOD STAMPS WORK TRAINING EXPENSE

The Food Security Act of 1985 requires states to operate an employment program for Food Stamp recipients and reimburse participants $25 a month for employment related expenses such as transportation.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 11.145	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Participants Annually	15,242	19,167	19,167
General Revenue Fund	$ 397,175	$ 500,000	$ 500,000
Federal Funds	398,025	500,000	500,000
TOTAL	$ 795,200	$ 1,000,000	$ 1,000,000

ADULT SUPPLEMENTATION

The federal government assumed responsibility for Old Age Assistance, Aid to the Permanently and Totally Disabled, and Aid to the Blind programs in January 1974 when it created the Supplemental Security Income (SSI) program. Recipients who are eligible for SSI, but who receive smaller benefits than their December 1973 payments receive supplemental payments from the state equal to the difference in the benefit levels of the programs. These recipients are designated as "SSI-Supplemental Payment Recipients." Recipients who are not eligible for SSI, but who received payments under one of the earlier programs, receive supplemental payments from the state equal to the amount they received in December of 1973. These recipients are designated as "Supplemental Payment Only Recipients." The adult supplementation caseload has been declining since 1973 as recipients die, become ineligible through income changes, or leave the state.

Fiscal Year 1990 Governor's Recommendations

o ($148,730) core reduction in general revenue due to a declining caseload.

H.B. Sec. 11.150	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Supplemental Security Income			
Supplemental Payment Recipients	6,459	5,466	4,634
Average Monthly Payment	$34.30	$34.30	$34.30
Supplemental Payment Only			
Recipients	2,153	1,822	1,545
Average Monthly Payment	$53.17	$53.17	$53.17
General Revenue Fund	$ 3,236,717	$ 2,500,000*	$ 2,351,270

* Does not include $270,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for supplemental payments.

NURSING CARE

This state-funded program makes monthly cash payments to residents of nursing and residential care homes who are eligible for Medicaid, but reside in beds not certified for Medicaid, or are receiving care in a Residential Care I or II facility. The type of facility appropriate for clients is to a great extent dictated by their level of need for care. Minimal levels of medical care are provided for clients in a Residential Care I facility, more medical care in Residential Care II facilities, and significantly more in Intermediate Care facilities. Supplemental Nursing Care recipients are also provided a $15 per month personal allowance.

Fiscal Year 1990 Governor's Recommendations

- o $1,233,845 in general revenue for an average of 303 additional eligible recipients per month as a result of expanded coverage under the federal Medicare Catastrophic Care Act.
- o $116,000 in general revenue to continue funding a two percent increase for inflation funded for six months in Fiscal Year 1989.
- o $336,827 in general revenue for a three percent increase for inflation beginning January 1990.
- o $54,525 in general revenue for 3,635 personal allowance payments for new eligible recipients.
- o ($844,872) core reduction in general revenue due to a declining caseload.

H.B. Sec. 11.155, 11.160	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Intermediate Nursing Care Cases	2,983	2,567	2,870
Average Payment Per Month	$333	$336	$346
Residential Care II Cases	2,483	2,641	2,641
Average Payment Per Month	$244	$246	$253
Residential Care I Cases	2,348	2,363	2,363
Average Payment Per Month	$133	$135	$139
General Revenue Fund	$ 24,393,087	$ 24,260,000*	$ 25,156,325

* Does not include $200,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations including $30,000 for personal allowance payments and $170,000 for Supplemental Nursing Care payments.

GENERAL RELIEF

General Relief clients are those needy, unemployable persons who do not meet the eligibility criteria for Aid to Families with Dependent Children (i.e., no children in the home), federal Supplemental Security Income (i.e., not aged, blind, or permanently disabled), or nursing care. Some recipients do become eligible for SSI benefits. When this occurs, the Department intercepts the initial SSI payment, retains a portion of the payment as an offset to General Relief expenditures, and refunds the remainder to the SSI recipient.

Fiscal Year 1990 Governor's Recommendations

o ($208,335) core reduction in general revenue due to a declining caseload.

H.B. Sec. 11.165, 11.170	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Active Cases	3,741	3,911	3,694
Average Payment Per Month	$79.19	$79.19	$79.19
General Revenue Fund	$ 3,262,637	$ 3,260,000	$ 3,051,665
Federal Funds (SSI Receipt and Disbursement)	2,493,699	3,140,000	3,140,000
TOTAL	$ 5,756,336	$ 6,400,000	$ 6,191,665

BLIND PENSION AND SUPPLEMENTAL AID TO THE BLIND

Three separate programs are available to assist blind persons. The first program, Supplemental Aid to the Blind, pays benefits to blind residents of Missouri who meet certain income requirements. The second program, Blind Pensions, provides assistance for blind people who do not qualify for benefits through Supplemental Aid to the Blind and who do not own real or personal property-excluding homes-worth more than $20,000. Both of these programs provide a maximum grant of $290 a month per recipient, unless the claimant qualifies for a higher payment by residing in a licensed nursing home. The third program, Adult Supplemental Payments, assists those people who received state assistance before the federal Supplemental Security Income (SSI) program began in 1974 but receive less from SSI than from the earlier state assistance program. New cases that meet the state's 1973 guidelines may also be certified for assistance. All of these programs are funded from an earmarked property tax that provides revenue to the blind pension fund.

Fiscal Year 1990 Governor's Recommendations

o $45,541 to continue funding a one percent grant increase funded for six months in Fiscal Year 1989.

H.B. Sec. 11.175	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Supplemental Aid to the Blind (SAB) Recipients	659	674	674
Blind Pension Recipients	1,708	1,791	1,791
Blind Adult Supplemental Payments Recipients	341	300	300
Blind Pension Fund	$ 8,541,527	$ 9,150,000	$ 9,195,541

REFUGEE ASSISTANCE

The Refugee Assistance program has provided direct assistance payments to Indo-Chinese, Cubans, Haitians, Russian Jews, and other refugees. It also provides services to help refugees overcome language barriers, acquire or adapt vocational skills, and adjust to their new environment.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 11.180	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Federal Funds	$ 1,209,477	$ 1,300,000	$ 1,300,000

DIVISION OF FAMILY SERVICES - SPECIAL PROGRAMS

COMMUNITY SERVICES BLOCK GRANT AND HOMELESS FUNDING

Community Services Block Grant (CSBG) funds are available to impact the causes of six poverty conditions: unemployment, inadequate education, malnutrition, inadequate housing, unmet emergency needs and poor use of income. Federal statutes require that 90% of CSBG funding be passed through to Community Action Agencies. Homeless Challenge Grants offer local communities matching funds to establish programs to combat homelessness.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 11.185, 11.190, 11.195	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 92,208	$ 500,000	$ 500,000
Federal Funds	8,751,080	11,143,000	11,143,000
TOTAL	$ 8,843,288	$ 11,643,000	$ 11,643,000

SURPLUS FOOD DISTRIBUTION

The federally funded Surplus Food Distribution program enables the Division of Family Services to store, ship, and distribute processed surplus commodity food to eligible individuals, families, charitable institutions and organizations.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 11.200, 11.205	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Federal Funds	$ 1,251,357	$ 1,340,000	$ 1,340,000

ENERGY ASSISTANCE

The Low-Income Home Energy Assistance program (LIHEAP) is a federally funded block grant which provides heating assistance payments, crisis assistance, and weatherization services to low-income households.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 11.210	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Aged or Disabled Households	57,088	57,088	57,088
Total Recipients	132,763	132,763	132,763
Federal Funds	$ 34,056,296	$ 38,200,000	$ 38,200,000

CHILDREN'S TREATMENT SERVICES

This program provides intensive family-centered services to child abuse victims and their parents. Specific services include family therapy, homemaker services, respite care, parent aides, day care and incentive subsidies to encourage local units of government to develop community programs to combat child abuse and neglect. Public awareness and resource development about the problem of child abuse and neglect is encouraged through the use of a federal child abuse formula grant, which totals $328,000.

Fiscal Year 1990 Governor's Recommendations

- $53,781 in general revenue for a three percent rate increase for inflation beginning in January 1990.
- $32,459 in general revenue to continue funding a two percent rate increase funded for six months in Fiscal Year 1989.

H.B. Sec. 11.215, 11.220, 11.225	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Individuals Served (Average Per Month)	6,492	6,492	6,492
General Revenue Fund	$ 4,689,372	$ 10,610,000	$ 10,696,240
Federal Funds	6,504,742	528,000	528,000
TOTAL	$ 11,001,283	$ 11,138,000	$ 11,224,240

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES

FOSTER CARE AND ADOPTION SUBSIDY

The Foster Care program provides monthly room and board payments on behalf of children who are in the custody and care of the Division of Family Services. Current room and board rates for differing age groups are as follows: 0-5 years, $174; 6-12 years, $212; and 12 and over, $232. Payments are also made for non-Title XIX medical and dental services, clothing, transportation, foster parent training, and other needs.

Many children available for adoption have special needs which preclude adoptive placements unless financial assistance is available to the adoptive parent. The Adoption Subsidy program makes final placement possible for these children and diverts them from long-term foster care.

Fiscal Year 1990 Governor's Recommendations

- $646,956, including $454,810 in general revenue and $192,146 in federal funds, to provide adoption subsidies for 200 children who would otherwise remain in long-term foster care.
- $310,000, including $217,961 in general revenue and $92,039 in federal funds, to continue the Fiscal Year 1989 emergency and supplemental appropriation.
- $142,495, including $100,188 in general revenue and $42,307 in federal funds, to continue funding a two percent rate increase funded in Fiscal Year 1989 for six months.
- $211,531, including $148,727 in general revenue and $62,804 in federal funds, for a three percent rate increase for inflation beginning in January 1990.
- $13,920 in general revenue and a corresponding ($32,391) reduction in federal funds as a result of a reduction in federal financial participation.

H.B. Sec. 11.230, 11.235, 11.240	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Average Children in Foster Care	3,620	3,620	3,620
Average Children Receiving Adoption Subsidy	1,774	2,196	2,396
General Revenue Fund	$ 10,449,497	$ 11,470,000	$ 12,405,606
Federal Funds	3,925,863	4,330,000	4,686,905
Children's Accounts	0	2,000,000	2,000,000
TOTAL	$ 14,375,360	$ 17,800,000*	$ 19,092,511

* Does not include $310,000 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to provide for 98 new adoption subsidies slots.

RESIDENTIAL TREATMENT AND THERAPEUTIC GROUP HOMES

This program funds facilities offering psychological treatment to children who are best served in residential settings away from their homes. These facilities are used when foster care cannot meet the children's treatment needs. The Division contracts with a wide range of treatment programs ranging from small group homes to large self-contained resident campuses. Facilities must be licensed and meet the Division's standards for alternative care.

Fiscal Year 1990 Governor's Recommendations

- o $900,000 in federal funds to continue the Fiscal Year 1989 emergency and supplemental appropriation.
- o $404,648, including $388,462 in general revenue and $16,186 in federal funds, to continue funding 50 Level 4 slots funded in Fiscal Year 1989 for nine months.
- o $107,223, including $99,813 in general revenue and $7,410 in federal funds, to continue funding a one percent rate increase funded in Fiscal Year 1989 for six months.
- o $275,442, including $253,762 in general revenue and $21,680 in federal funds, for a three percent rate increase for inflation beginning January 1990.

H.B. Sec. 11.245, 11.250, 11.255	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Children in Residential Treatment Centers	991	986	986
Children in Therapeutic Group Homes (Average Per Month)	20	81	81
General Revenue Fund	$ 12,259,368	$ 17,902,000	$ 18,644,037
Federal Funds	5,620,625	954,750	1,900,026
TOTAL	$ 17,879,993	$ 18,856,750*	$ 20,544,063

* Does not include $900,000 in federal funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for residential treatment services.

PURCHASE OF DAY CARE

This program provides payments to day care providers for the care of eligible children. Parents receiving Aid to Families with Dependent Children (AFDC) and other low-income households require day care for their children in order to participate in job training or to maintain employment. Rates are regulated by the Division of Family Services.

Fiscal Year 1990 Governor's Recommendations

- o $250,000 in general revenue for full-year funding of 165 additional day care slots.
- o $321,919 in federal funds to fund 839 additional day care slots for the fourth quarter of Fiscal Year 1990 for participants covered under the provisions of the federal Family Support Act.
- o $106,661 in general revenue to continue funding a two percent rate increase funded in Fiscal Year 1989 for six months.
- o $185,233 in general revenue for a three percent rate increase for inflation beginning January 1990.

H.B. Sec. 11.260	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Children in Day Care (Average Per Month)	6,929	8,289	8,454*
General Revenue Fund	$ 3,091,198	$ 11,153,000	$ 11,694,894
Federal Funds	7,423,666	1,200,000	1,521,919
TOTAL	$ 10,514,864	$ 12,353,000	$ 13,216,813

* Does not include 839 slots which will be added in the fourth quarter of Fiscal Year 1990 as a result of the Family Support Act.

SERVICES FOR THE BLIND

Professional staff in the Bureau for the Blind counsel and train blind or visually impaired Missourians, arrange for the purchase of other services and help the blind find jobs. Services include rehabilitation teaching, vocational rehabilitation, diagnosis and treatment of eye disease, equipment and supplies for blind preschool children, the Public Building Vending program and the Readers for the Blind program.

Fiscal Year 1990 Governor's Recommendations

- $75,374 in federal funds and three staff to provide eye screening, visual restoration, low vision aids, and referral services to 3,000 Missourians age 55 and older.
- $250,000, including $50,000 in general revenue and $200,000 in federal funds, to continue providing existing visually impaired services to individuals needing assistance without restricting eligibility.
- ($1,500) core reduction in general revenue from the Fiscal Year 1989 appropriation level.
- $127,310 for pay plan, including $42,000 in general revenue.

H.B. Sec. 11.265, 11.270		PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Clients Served:	Business Enterprise	63	63	63
	Preschool Services	205	205	205
	Prevention of Blindness	5,656	5,656	5,656
	Readers for the Blind	19	19	19
	Independent Living Rehabilitation	3,262	3,262	3,262
	Vocational Rehabilitation	1,700	1,700	1,700
PERSONAL SERVICE				
General Revenue Fund		$ 537,013	$ 565,067	$ 607,067
Federal Funds		1,261,015	1,297,518	1,439,936
EXPENSE AND EQUIPMENT				
General Revenue Fund		61,159	78,171	76,671
Federal Funds		124,889	125,098	143,364
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund		468,994	469,000	519,000
Federal Funds		2,037,019	2,007,000	2,207,000
Blind Pension and Donated Funds		154,147	175,000	175,000
TOTAL		$ 4,644,236	$ 4,716,854*	$ 5,168,038
General Revenue Fund		1,067,166	1,112,238	1,202,738
Federal Funds		3,422,923	3,429,616	3,790,300
Blind Pension and Donated Funds		154,147	175,000	175,000
Full-time equivalent employees		91.03	92.12	95.12

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* Does not include $59,000 in federal funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for startup costs for the federal Supported Employment program.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Medical Services Administration	$ 4,298,546	$ 5,492,458	$ 6,578,657	$ 5,845,184
Medicaid Management Information System (MMIS)	3,915,540	3,189,776	3,467,868	3,467,868
State Medical Programs	16,807,906	17,000,000	19,147,480	18,636,956
Pharmacy Services	51,491,340	55,200,000	75,784,194	65,960,979
Physicians Services	59,359,712	64,500,000	80,182,862	74,560,257
Dental Services	9,661,073	9,770,000	11,485,786	11,485,786
Medicare Part B Buy-In	12,024,425	13,130,000	34,038,161	29,672,555
Nursing Home Alternative Services	16,738,686	16,541,000	21,504,430	20,627,990
Other Services	12,227,704	12,270,000	18,200,742	15,734,070
Title XIX Hospital Care	191,318,662	204,200,000	237,476,978	232,353,529
SNF/ICF Payments	258,272,666	270,100,000	329,436,797	323,428,086
Mental Health Patient Placement	9,574,340	21,355,000	37,014,239	32,157,377
DIVISIONAL TOTAL	$ 645,690,600	$ 692,748,234	$ 874,318,194	$ 833,930,637
PERSONAL SERVICE				
General Revenue Fund	1,364,430	1,607,431	2,020,099	1,769,072
Federal Funds	1,508,934	1,733,092	2,203,014	1,911,406
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,625,619	1,601,710	1,916,342	1,628,274
Federal Funds	3,715,103	3,410,001	3,577,070	3,674,300
TPL Contract	0	330,000	330,000	330,000
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	259,685,011	269,691,000	341,178,503	326,496,042
Federal Funds	371,150,987	398,859,000	501,159,459	478,159,216
Mental Health Patient Placement Fund	3,872,516	8,616,000	15,033,707	13,062,327
Disproportionate Share Hospital Fund	968,000	5,100,000	5,100,000	5,100,000
Blind Pension Fund	1,800,000	1,800,000	1,800,000	1,800,000
TOTAL	$ 645,690,600	$ 692,748,234	$ 874,318,194	$ 833,930,637
General Revenue Fund	262,675,060	272,900,141	345,114,944	329,893,388
Federal Funds	376,375,024	404,002,093	506,939,543	483,744,922
Mental Health Patient Placement Fund	3,872,516	8,616,000	15,033,707	13,062,327
Disproportionate Share Hospital Fund	968,000	5,100,000	5,100,000	5,100,000
Blind Pension Fund	1,800,000	1,800,000	1,800,000	1,800,000
TPL Contract	0	330,000	330,000	330,000
Full-time equivalent employees	135.38	155.23	183.23	162.23

ADMINISTRATION

Medical Services staff oversee the operation of the state Medicaid program. Responsibilities include provider enrollment and relations, monitoring of changes in the various professions and their payment structures, maintaining liaison with various federal agencies involved in medical services, developing policies and procedures for the operation of the program, and developing new, innovative methods of controlling health care costs through various prepaid health plans, alternative care programs and third party liability collections.

Fiscal Year 1990 Governor's Recommendations

- o $140,879, including $64,452 in general revenue and $76,427 in federal funds, and six staff for various administrative functions.
- o $2,481 in federal funds and a corresponding reduction of ($2,481) in general revenue as a result of a core redirection which transferred $89,436 from expense and equipment for five staff for the Institutional Reimbursement Section.
- o $507,176, including $50,718 in general revenue and $456,458 in federal funds, for Medicaid Management Information System enhancements.
- o $52,000, including $26,000 in general revenue and $26,000 in federal funds, for independent assessments of the Prepaid program and the Children's Waiver program.
- o $40,888, including $20,444 in general revenue and $20,444 in federal funds, for postage and microfiche reader/printers for recipient remittance advices as a result of the Grant v. Toan decision.
- o ($101,432) core reduction, including $50,716 in general revenue and $50,716 in federal funds, and four staff transferred to the Personnel and Labor Relations section and to the Division of Data Processing to consolidate personnel and research functions.
- o ($236,400) core reduction, including $34,066 in general revenue and $202,334 in federal funds, for one-time expense and equipment purchases.
- o $227,707 for pay plan, including $113,854 in general revenue.

H.B. Sec. 11.300, 11.305, 11.310	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 1,364,430	$ 1,607,431	$ 1,769,072
Federal Funds	1,508,934	1,733,092	1,911,406
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,625,619	1,601,710	1,628,274
Federal Funds	3,715,103	3,410,001	3,674,300
TPL Contract	0	330,000	330,000
TOTAL	$ 8,214,086	$ 8,682,234*	$ 9,313,052
General Revenue Fund	2,990,049	3,209,141	3,397,346
Federal Funds	5,224,037	5,143,093	5,585,706
TPL Contract	0	330,000	330,000
Full-time equivalent employees	135.38	155.23	162.23

* Does not include $82,117 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for a Medicaid Management Information System match disallowance and $24,196 for two staff to implement the non-emergency medically necessary pilot project as established by SCS House Bill 1139, passed by the Second Regular Session of the 84th General Assembly.

STATE MEDICAL PROGRAM

The State Medical program is funded through state general revenue and blind pension funds. The program allows General Relief, Child Welfare Services (CWS), and Blind Pension recipients who are not eligible for the federal Medicaid program to receive necessary non-institutional and hospital medical care.

Fiscal Year 1990 Governor's Recommendations

- $1,281,380 to continue the Fiscal Year 1989 emergency and supplemental appropriations for an increase in recipients and the coverage of Division of Youth Services children.
- $105,385 for an eight percent pharmacy inflation increase.
- $159,168 to continue coverage for Division of Youth Services children and to implement the non-emergency medically necessary transportation project as a result of SCS HB 1139, passed by the Second Regular Session of the 84th General Assembly.
- $91,023 to equalize fees between physicians and dentists performing similar services, to increase fees for durable medical equipment and to continue fee increases granted in Fiscal Year 1989.

H.B. Sec. 11.315	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 15,007,906	$ 15,200,000	$ 16,836,956
Blind Pension Fund	1,800,000	1,800,000	1,800,000
TOTAL	$ 16,807,906	$ 17,000,000*	$ 18,636,956

* Does not include $1,414,800 recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for an increase in recipients and the coverage of Division of Youth Services children.

MEDICAID VENDOR PAYMENTS

The Medicaid program (Title XIX of the Social Security Act) provides non-institutional, hospital and nursing home care to public assistance recipients. Expenditures in the program have shown a dramatic increase over the last several years. Total program costs for Fiscal Year 1980 were $257.6 million. By Fiscal Year 1988 costs had risen to $611.1 million.

The Department has undertaken aggressive measures to control these spiraling costs. Prospective rate setting, co-payments for optional services, implementation of managed health care in the Kansas City and St. Louis Prepaid Projects, expanded in-home services for the elderly, incentives to physicians to provide more office visits and less outpatient and inpatient hospital visits, and moratoriums on new hospital and nursing home bed construction have all proved successful in slowing the growth of the Medicaid program.

Fiscal Year 1990 Governor's Recommendations

The Governor's Fiscal Year 1990 recommendations reflect a major effort to expand health care to more Missourians. With the passage of SCS HB 1139 by the 84th General Assembly and the federal Medicare Catastrophic Care Act, over 50,000 more Missourians will receive medical assistance from the state. Over 4,500 children under the age of four will receive health care assistance in the second full year of the Governor's initiative to expand Medicaid coverage for children and pregnant women. Funds are also provided to maintain the financial viability of Missouri's hospitals serving a disproportionate number of indigents.

Also recommended is a reduction in federal core funds and a corresponding increase in general revenue to reflect the decrease in federal financial participation. The match rate will decrease from 59.96 percent to 59.18 percent, effective October 1, 1989.

Other recommendations include:

Non-Institutional Services

- $12,106,900, including $4,917,822 in general revenue and $7,189,078 in federal funds, to continue the Fiscal Year 1989 emergency and supplemental appropriations in physician services, pharmacy services and alternative services resulting from utilization increases and the implementation of SCS HB 1139, passed in the Second Regular Session of the 84th General Assembly;
- $17,309,230, including $7,022,691 in general revenue and $10,286,539 in federal funds, to provide coverage of services for new eligibles as a result of the federal Medicare Catastrophic Care Act;
- $3,092,202, including $1,239,091 in general revenue and $1,853,111 in federal funds, to cover services authorized in SCS HB 1139, passed in the Second Regular Session of the 84th General Assembly, including services for disabled children age 5 to 17, day rehabilitation, hospice care and the non-emergency medically necessary transportation demonstration project;
- $4,213,669, including $1,711,592 in general revenue and $2,502,077 in federal funds, for an eight percent inflation increase in the pharmacy program;
- $3,445,736, including $1,399,658 in general revenue and $2,046,078 in federal funds, to continue the $7.10 per month premium increase recommended in the Fiscal Year 1989 emergency and supplemental appropriations for the Medicare Part B buy-in program;
- $1,560,175, including $633,743 in general revenue and $926,432 in federal funds, to equalize reimbursement between dentists and physicians when they perform similar services;
- $1,470,484, including $597,311 in general revenue and $873,173 in federal funds, to continue rate increases granted in Fiscal Year 1989 and $861,792, including $349,741 in general revenue and $512,051 in federal funds, for rate increases for the Jackson County Prepaid Project and for other non-institutional services;
- $1,436,152, including $583,365 in general revenue and $852,787 in federal funds, for a three percent inflation increase for six months for physician fees and to implement incentive payments for physicians performing a disproportionate number of Medicaid deliveries;
- $580,762, including $235,906 in general revenue and $344,856 in federal funds, for a three percent inflation increase for six months for personal care/homemaker chore services and to implement Tier II rates for six months for higher skilled in-home care;

MEDICAID VENDOR PAYMENTS (Continued)

- o $553,535, including $224,846 in general revenue and $328,689 in federal funds, for physician and pharmacy services in the second full year of the Medicaid expansion for children and pregnant women. An estimated additional 4,516 children under age four will receive services;
- o $736,148 in general revenue and a corresponding reduction of ($736,148) in federal funds to account for changes in the federal match rate.

Hospital Care

- o $8,467,860, including $3,439,645 in general revenue and $5,028,215 in federal funds, to continue the Fiscal Year 1989 emergency and supplemental appropriation resulting from special rate increases, carryover expenditures and outpatient services utilization increase;
- o $7,520,894, including $3,054,987 in general revenue and $4,465,907 in federal funds, for the first full year of the disproportionate share hospital program;
- o $388,185, including $157,681 in general revenue and $230,504 in federal funds, to continue the inflation increase granted in Fiscal Year 1989 and $3,035,690, including $1,233,097 in general revenue and $1,802,593 in federal funds for a three percent inflation increase for six months for both disproportionate and non-disproportionate hospitals;
- o $4,870,512, including $1,966,713 in general revenue and $2,903,799 in federal funds, to provide hospital care for new eligibles as a result of the federal Medicare Catastrophic Care Act;
- o $1,848,555, including $750,883 in general revenue and $1,097,672 in federal funds, to provide hospital care for disabled children age 5 to 17;
- o $1,535,412, including $623,684 in general revenue and $911,728 in federal funds, for hospital services in the second full year of the Medicaid expansion for children and pregnant women;
- o $486,421, including $196,417 in general revenue and $290,004 in federal funds, for a rate increase for the Jackson County Prepaid project;
- o $846,040 in general revenue and a corresponding reduction of ($846,040) in federal funds to account for changes in the federal match rate.

SNF/ICF Payments

- o $29,618,940, including $12,031,213 in general revenue and $17,587,727 in federal funds, to provide services to new Medicaid eligibles as a result of the federal Medicare Catastrophic Care Act;
- o $3,660,000, including $1,486,692 in general revenue and $2,173,308 in federal funds, to continue the inflation increase granted in Fiscal Year 1989 and $5,776,371, including $2,346,362 in general revenue and $3,430,009 in federal funds, for a three percent inflation increase for six months in Fiscal Year 1990;
- o $7,385,524, including $3,000,000 in general revenue and $4,385,524 in federal funds, for payments for new beds coming on line by the end of Fiscal Year 1990;
- o $4,361,886, including $2,242,335 in general revenue and $2,119,551 in federal funds, to continue the Fiscal Year 1989 emergency and supplemental appropriations resulting from increased utilization of Medicaid beds, an increase in the monthly personal needs allowance from $25 to $30 as mandated by the federal Omnibus Budget Reconciliation Act of 1987 and a federal disallowance;
- o $1,340,390, including $544,466 in general revenue and $795,924 in federal funds, for skilled nursing care for children under age 21;
- o $1,184,975, including $481,337 in general revenue and $703,638 in federal funds, to reimburse nursing homes for training costs of nurse aides as a result of the federal Omnibus Budget Reconciliation Act of 1987;
- o $1,114,620 in general revenue and a corresponding reduction of ($1,114,620) in federal funds to account for changes in the federal match rate.

MEDICAID VENDOR PAYMENTS (Continued)

MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS
(Millions of Dollars)

Fiscal Year	Nursing Home Payments	Hospital* Payments	Non-Institutional Payments	Total
1980	97.5	90.3	69.8	257.6
1981	139.3	143.2	89.8	372.2
1982	155.9	145.2	87.7	388.8
1983	175.8	140.6	79.9	396.3
1984	192.5	144.7	93.1	430.3
1985	207.1	149.1	118.2	474.3
1986	225.1	151.7	135.8	512.6
1987	242.9	173.4	143.6	559.9
1988	258.3	191.3	161.5	611.1
1989 (projected)	279.9	228.7	189.3	697.9

*Includes inpatient and outpatient visits.

H.B. Sec. 11.320, 11.325, 11.330, 11.335, 11.340, 11.345, 11.350, 11.355	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Pharmacy Services	$ 51,491,340	$ 55,200,000	$ 65,960,979
Physician Related Services	59,359,712	64,500,000	74,560,257
Dental Services	9,661,073	9,770,000	11,485,786
Medicare Part B Buy-In	12,024,425	13,130,000	29,672,555
Nursing Home Alternative Services	16,738,686	16,541,000	20,627,990
Other Services	12,227,704	12,270,000	15,734,070
Title XIX Hospital Care	191,318,662	204,200,000	232,353,529
Title XIX SNF/ICF	258,272,666	270,100,000	323,428,086
TOTAL	$ 611,094,268	$ 645,711,000	$ 773,823,252
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	244,677,105	254,491,000	309,659,086
Federal Funds	365,449,163	386,120,000	459,064,166
Disproportionate Share Hospital Fund	968,000	5,100,000	5,100,000
TOTAL	$ 611,094,268	$ 645,711,000*	$ 773,823,252

* Does not include $24,741,392 in general revenue and $27,591,201 in federal funds recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations for utilization increases, rate increases, carryover expenditures, disallowances and implementation of legislation.

MENTAL HEALTH SERVICES

The Mental Health Services program makes payments to private, intermediate-care facilities (ICF-MR) which provide health care and habilitative services for mentally retarded/developmentally disabled (MRDD) Medicaid clients. The MRDD Waiver program allows services that would not otherwise be reimbursed under Medicaid to be provided to selected groups of clients as an alternative to institutional care. Other services provided for seriously mentally ill clients include drug and alcohol treatment programs, crisis intervention and intensive day programs. The match for this program is provided by the Department of Mental Health (DMH).

Fiscal Year 1990 Governor's Recommendations

- o $4,234,047, including $1,719,870 in DMH patient placement funds and $2,514,177 in federal funds, to expand the MRDD Waiver program to an additional 822 clients.
- o $4,185,130, including $1,700,000 in DMH patient placement funds and $2,485,130 in federal funds, for services to seriously mentally ill clients who are not in state-operated service areas.
- o $2,149,882, including $873,282 in DMH patient placement funds and $1,276,600 in federal funds, to continue rate increases granted in Fiscal Year 1989 and for new beds coming on-line.
- o $233,318, including $94,774 in DMH patient placement funds and $138,544 in federal funds, to continue the inflation increase granted in Fiscal Year 1989 and for a three percent inflation increase for six months in Fiscal Year 1990.
- o ($58,401 in federal funds) core reduction and a corresponding increase in DMH patient placement funds to account for a change in the federal match rate.

H.B. Sec. 11.360	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Department of Mental Health Patient Placement Funds	$ 3,872,516	$ 8,616,000	$ 13,062,327
Federal Funds	5,701,824	12,739,000	19,095,050
TOTAL	$ 9,574,340	$ 21,355,000	$ 32,157,377

EPARTMENT OF SOCIAL SERVICES
IVISION OF AGING

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Administrative and Support Services	$ 1,169,347	$ 1,196,754	$ 1,246,250	$ 1,210,689
Social and Protective Services	40,251,455	44,245,868	47,246,101	45,258,979
Institutional Services	4,556,081	5,236,289	6,707,362	5,775,734
ICF-MR	361,115	413,722	664,696	483,454
DIVISIONAL TOTAL	$ 46,337,998	$ 51,092,633	$ 55,864,409	$ 52,728,856
PERSONAL SERVICE				
General Revenue Fund	4,788,783	5,435,776	7,141,952	6,182,832
Federal Funds	5,841,642	6,416,196	7,126,025	6,764,144
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,055,922	1,195,470	1,605,610	1,174,269
Federal Funds	1,563,220	1,784,191	1,935,147	1,795,257
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	6,475,800	7,531,000	9,325,675	8,082,354
Federal Funds	26,612,631	28,680,000	28,680,000	28,680,000
Aging Donations	0	50,000	50,000	50,000
TOTAL	$ 46,337,998	$ 51,092,633	$ 55,864,409	$ 52,728,856
General Revenue Fund	12,320,505	14,162,246	18,073,237	15,439,455
Federal Funds	34,017,493	36,880,387	37,741,172	37,239,401
Aging Donations	0	50,000	50,000	50,000
Full-time equivalent employees	512.31	561.00	641.00	571.00

ADMINISTRATIVE AND SUPPORT SERVICES

Administration and Support Services staff are responsible for overseeing all Division activities to assure that a comprehensive, effective, and coordinated service delivery system is available to Missouri's growing elderly population.

Fiscal Year 1990 Governor's Recommendations

- o $10,632 for increased telephone costs associated with the abuse/neglect and information and referral hotlines.
- o $33,472, including $9,575 in general revenue and $23,897 in federal funds, and one staff transferred from the Division of Aging, Social and Protective Services for program development.
- o ($76,084), including $54,019 in general revenue and $22,065 in federal funds, and three staff transferred to the Division of Legal Services, Personnel Section to consolidate personnel functions.
- o ($5,803) core reduction from the Fiscal Year 1989 appropriation level.
- o $51,718 for pay plan, including $36,721 in general revenue.

H.B. Sec. 11.400	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
PERSONAL SERVICE			
General Revenue Fund	$ 335,448	$ 354,893	$ 350,890
Federal Funds	536,270	540,698	555,043
EXPENSE AND EQUIPMENT			
General Revenue Fund	180,143	183,621	184,730
Federal Funds	117,486	117,542	120,026
TOTAL	$ 1,169,347	$ 1,196,754	$ 1,210,689
General Revenue Fund	515,591	538,514	535,620
Federal Funds	653,756	658,240	675,069
Full-time equivalent employees	40.25	41.00	39.00

SOCIAL AND PROTECTIVE SERVICES

This program provides contracted services and direct care to Missouri's elderly. Case management, counseling, information and referral, congregate and home delivered meals, transportation, and abuse prevention/protection services enable thousands of elderly residents to live dignified, independent lives.

Fiscal Year 1990 Governor's Recommendations

- o $48,228 to implement the Tier II program that provides a more skilled level of care than traditional in-home services for Missourians who are at a high risk of entering a nursing home.
- o $109,421, including $77,392 in general revenue and $32,029 in federal funds, and four staff for six months to provide case management services for about 750 elderly.
- o $250,000 to provide in-home services for an additional 250 elderly and handicapped people.
- o $253,126 to continue rate increases granted in Fiscal Year 1989 and to provide a three percent rate increase for six months in Fiscal Year 1990.
- o ($29,726) core reduction from the Fiscal Year 1989 appropriation level.
- o ($17,047) core reduction in federal funds for one-time expenses.
- o ($33,472), including $9,575 in general revenue and $23,897 in federal funds, and one staff transferred to the Division of Aging, Administrative Services for program development.
- o ($7,446), including $2,226 in general revenue and $5,220 in federal funds, and one-half staff transferred to the Division of Aging, Institutional Services for clerical support.
- o $440,027 for pay plan, including $312,424 in general revenue.

H.B. Sec. 11.405, 11.420, 11.425	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Investigations of Abuse/Neglect Reports	8,333	8,880	9,460
Pre-Admission Screening of Nursing Home Applicants	6,472	6,500	6,500
In-Home Service Clients Authorized Monthly	10,558	10,858	11,108
Units of Nutrition Services Provided	6,688,319	6,773,830	6,773,830
PERSONAL SERVICE			
General Revenue Fund	$ 1,727,980	$ 1,893,861	$ 2,252,478
Federal Funds	4,028,698	4,433,082	4,559,258
EXPENSE AND EQUIPMENT			
General Revenue Fund	318,147	372,894	362,566
Federal Funds	1,088,199	1,285,031	1,272,323
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	6,475,800	7,531,000	8,082,354
Federal Funds	26,612,631	28,680,000	28,680,000
Aging Donations	0	50,000	50,000
TOTAL	$ 40,251,455	$ 44,245,868	$ 45,258,979
General Revenue Fund	8,521,927	9,797,755	10,697,398
Federal Funds	31,729,528	34,398,113	34,511,581
Aging Donations	0	50,000	50,000
Full-time equivalent employees	292.74	316.50	319.00

INSTITUTIONAL SERVICES

This program helps to ensure quality care for all citizens in nursing and boarding homes through on-site inspections of facilities and patient care. When deficiencies are observed, a revisit must be conducted by Division inspectors within 55 days. Inspections are also conducted in conjunction with Medicaid and Medicare certification and complaints of abuse and neglect or substandard care.

Fiscal Year 1990 Governor's Recommendations

- o $178,460, including $126,309 in general revenue and $52,151 in federal funds, and six staff for six months to inspect and reinspect about 47 new nursing homes and investigate abuse/neglect complaints.
- o $72,343, including $11,705 in general revenue and $60,638 in federal funds, and three staff to operate the Nurse Aide Registry Unit.
- o $7,446, including $2,226 in general revenue and $5,220 in federal funds, and one-half staff transferred from Division of Aging, Social and Protective Services for clerical assistance.
- o ($31,385) core reduction from the Fiscal Year 1989 appropriation level.
- o ($16,131) core reduction, including $11,292 in general revenue and $4,839 in federal funds, for one-time expenses.
- o $398,444 for pay plan, including $282,897 in general revenue.

H.B. Sec. 11.410, 11.415	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
State Inspections of Licensed Facilities	1,097	1,150	1,197
Nursing Home Beds Licensed	63,875	66,457	69,661
Investigation of Institutional Complaints	3,255	3,418	3,589
Board of Nursing Home Administrators			
- Number of Licenses Renewed	1,392	1,400	1,425
- Number of Initial Licenses Granted	157	200	210
ICF-MR Facilities Surveyed/Revisited	35	45	55
ICF-MR Certified Beds	1,979	2,059	2,139
PERSONAL SERVICE			
General Revenue Fund	$ 2,583,083	$ 3,187,022	$ 3,579,464
Federal Funds	1,146,203	1,442,416	1,649,843
EXPENSE AND EQUIPMENT			
General Revenue Fund	498,473	638,955	626,973
Federal Funds	328,322	381,618	402,908
TOTAL	$ 4,556,081	$ 5,650,011*	$ 6,259,188
General Revenue Fund	3,081,556	3,825,977	4,206,437
Federal Funds	1,474,525	1,824,034	2,052,751
Full-time equivalent employees	179.32	203.50	213.00

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* Does not include $39,698 in federal funds and three staff recommended in the Fiscal Year 1989 Emergency and Supplemental Appropriations to implement the nurse aide registry unit as mandated by the Omnibus Budget Reconciliation Act of 1987.

DIVISION OF YOUTH SERVICES

The Division of Youth Services (DYS) is divided into three program areas: Management and Development, Residential Services, and Alternative Services.

Management and Development is the central administrative unit with overall responsibility for designing, implementing, managing and evaluating all programs operated by the Department. Five regional offices supplement the efforts of central office staff and assure program efficiency and effectiveness at the local level.

Residential Services provides youthful offenders with structured rehabilitation programs when placement at home is no longer an option. Educational Services, a component of this program area, provides academic and vocational education to youth in residential placement. The Division has four regional facilities: the Northwest Regional Youth Center in Jackson County, the Sears Youth Center in Butler County, and the St. Louis Regional Youth Center and Hogan Street Youth Center, both located in St. Louis. The Division also operates five park camps, nine group homes and two specialized care facilities. These are the Community Learning Center in Springfield and the Emotionally Disturbed Treatment Unit for Delinquent Youth in Fulton.

Alternative Services helps youthful offenders adjust to acceptable norms of behavior. The Division has five types of Alternative Services: precommitment classification, primary care, purchase of specialized services, aftercare, and the Juvenile Court Diversion program. Classification involves evaluating young people's needs before they are assigned to one of the Division's programs. Primary care involves treatment of youth in the community without the youth being placed in a DYS facility. Specialized services purchased by the Division include foster care which is purchased for juveniles who cannot return to their homes. Aftercare is the provision of counseling and other services to help juveniles return to their families and communities when released from one of the Division's facilities. Finally, the Juvenile Court Diversion program encourages local communities to develop programs to divert youth from commitment to the Division of Youth Services.

Fiscal Year 1990 Governor's Recommendations

- $127,145 in educational improvement fund and five staff for vocational education at various facilities.
- $53,366 and two staff for health planning and coordination in the Kansas City and southwest regions.
- $16,536 for inflation increases for food, fuel and foster care services.
- ($71,704) including $49,132 in general revenue and $22,572 in federal funds, and three staff transferred to the Division of Legal Services, Personnel Section to consolidate personnel functions.
- ($30,840), including $19,429 in general revenue and $11,411 in federal funds, and one staff transferred to the Division of Budget and Finance to consolidate budget functions.
- ($23,700) core reduction for one-time expense and equipment purchases.
- ($23,351 and one staff) core reduction from the Fiscal Year 1989 appropriation in the Alternative Services section.
- ($29,123 in general revenue and one staff) core reduction and a corresponding increase in educational improvement fund from the Fiscal Year 1989 appropriation level.
- $705,801 for pay plan, including $697,807 in general revenue.

DIVISION OF YOUTH SERVICES (Continued)

H.B. Sec. 11.450, 11.455, 11.460, 11.465, 11.470, 11.475, 11.480, 11.485, 11.490	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Youth Receiving Primary Care Services	102	110	110	110
Youth Receiving Aftercare Services	997	1,006	1,006	1,006
Youth Served in Residential Programs	1,081	1,189	1,189	1,189
Residential Program Spaces	414	414	444	414
Average Weekly Residential Population	354	406	406	406
Central Office	$ 833,914	$ 899,654	$ 834,944	$ 829,906
Residential Services	8,820,343	9,932,870	12,393,783	10,425,739
Educational Services	1,170,367	1,390,543	1,729,199	1,601,254
Alternative Services	1,337,539	1,548,953	1,635,735	1,612,408
Regional Offices	864,813	878,171	940,084	934,137
Juvenile Court	649,311	677,000	727,000	677,000
Miscellaneous Federal Programs	12,993	250,000	250,000	250,000
TOTAL	$ 13,689,280	$ 15,577,191	$ 18,510,745	$ 16,330,444
PERSONAL SERVICE				
General Revenue Fund	8,030,357	8,494,616	9,865,817	9,118,181
Federal Funds	2,007,145	2,299,457	2,270,014	2,270,014
Educational Improvement Fund	384,915	390,120	537,355	549,157
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,327,293	1,973,437	3,356,045	1,972,846
Federal Funds	1,230,042	1,677,681	1,673,141	1,673,141
Educational Improvement Fund	60,217	64,880	81,373	70,105
PROGRAM SPECIFIC DISTRIBUTION				
General Revenue Fund	649,311	677,000	727,000	677,000
TOTAL	$ 13,689,280	$ 15,577,191	$ 18,510,745	$ 16,330,444
General Revenue Fund	10,006,961	11,145,053	13,948,862	11,768,027
Federal Funds	3,237,187	3,977,138	3,943,155	3,943,155
Educational Improvement Fund	445,132	455,000	618,728	619,262
Full-time equivalent employees	516.49	562.85	603.85	564.85

GENERAL ASSEMBLY

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Expenses of the Senate	$ 7,126,938	$ 7,782,704	$ 7,896,615	$ 7,915,569
Expenses of the House of Representatives	10,095,444	11,394,044	12,460,043	11,778,447
Missouri Commission on Interstate Cooperation	168,401	183,483	183,483	183,483
Committee on Legislative Research	1,244,869	1,519,110	1,639,738	1,627,442
Interim Committees of the General Assembly	8,313	15,000	15,000	15,000
TOTAL	$ 18,643,965	$ 20,894,341	$ 22,194,879	$ 21,519,941
General Revenue Fund	18,604,911	20,784,341	22,084,879	21,409,941
Federal Funds	0	25,000	25,000	25,000
House of Representatives Revolving Fund	20,494	45,000	45,000	45,000
Senate Revolving Fund	18,560	40,000	40,000	40,000
Full-time equivalent employees	659.40	648.25	648.25	648.25

EXPENSES OF THE SENATE

Article III of the Missouri Constitution provides for the legislative branch of government, consisting of the House of Representatives and Senate. The Senate is composed of 34 members who are elected for four-year terms.

The budget for the Senate includes funding of members' statutory salaries, mileage at 20.5 cents per mile, per diem of $35.00 per day, staff support for the Senate, and interim committee expenses. The Senate appropriation also includes funds for the Joint Committee on Administrative Rules, Joint Committee on Public Employee Retirement Systems and Joint Committee on Capital Improvements.

Fiscal Year 1990 Governor's Recommendations

o ($57,420) core reduction for Governor's inauguration expenses incurred in Fiscal Year 1989.
o $190,285 for pay plan.

H.B. Sec. 12.010	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Bills and Joint Resolutions Introduced	450	450	450
Salaries of Members	$ 710,978	$ 727,310	$ 768,548
Mileage of Members	30,019	56,435	56,435
Per Diem of Members	74,550	119,000	119,000
Joint Contingent Expenses	190,560	228,086	231,965
Inauguration Costs	0	57,420	0
Senate Contingent Expenses	5,879,094	6,260,371	6,398,990
Joint Committee on Administrative Rules	53,813	90,339	91,925
Joint Committee on Retirement Systems	134,747	174,478	177,932
Joint Committee on Capital Improvements	53,177	69,265	70,774
TOTAL	$ 7,126,938	$ 7,782,704	$ 7,915,569
General Revenue Fund	7,108,378	7,742,704	7,875,569
Senate Revolving Fund	18,560	40,000	40,000
Full-time equivalent employees	264.59	256.50	256.50

EXPENSES OF THE HOUSE OF REPRESENTATIVES

Article III of the Missouri Constitution provides for the legislative branch of government, consisting of the House of Representatives and the Senate. The House is composed of 163 members who are elected for two-year terms.

The budget for the House of Representatives includes funding of the members' statutory salaries, per diem of $35.00 per day, mileage reimbursement of 20.5 cents per mile and staff support for the House of Representatives.

Fiscal Year 1990 Governor's Recommendations

- $454,968 for pay plan.
- ($70,565) core reduction for Representatives' mileage and per diem from the Fiscal Year 1989 appropriation level.

H.B. Sec. 12.020	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Number of Bills and Joint Resolutions Introduced	900	975	975
Salaries of Members	$ 3,393,331	$ 3,464,487	$ 3,660,923
Mileage of Members	148,944	239,630	209,000
Per Diem of Members	344,960	536,270	496,335
House Contingent Expenses			
Representatives' Expense Vouchers	2,644,195	1,173,600	1,173,600
Leadership Aides and Secretaries	0	1,813,091	1,940,011
House Mailing	0	407,500	407,500
Research Staff	0	402,566	429,740
Committee Operations	0	197,570	197,570
House Staff	3,284,548	1,340,656	1,432,233
House Operations	0	1,401,019	1,401,019
House Committee Staff	0	32,875	32,875
House Federal Fund	0	25,000	25,000
House Revolving Fund	20,494	45,000	45,000
Appropriation Committee Staff	258,972	314,780	327,641
TOTAL	$ 10,095,444	$ 11,394,044	$ 11,778,447
General Revenue Fund	10,074,950	11,324,044	11,708,447
Federal Funds	0	25,000	25,000
House of Representatives Revolving Fund	20,494	45,000	45,000
Full-time equivalent employees	353.45	344.00	344.00

INTERSTATE ORGANIZATIONS

The Missouri Commission on Interstate Cooperation is a statutory body composed of members of the House, the Senate, and the Governor's appointees.

Missouri's dues to the Council of State Governments, the National Conference of State Legislatures, and the National Conference of Commissioners on Uniform State Laws are paid from these funds, as are the expenses of the members of the Commission and the expenses of the Governor's appointees to the National Conference of Commissioners on Uniform State Laws.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 12.030	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
General Revenue Fund	$ 168,401	$ 183,483	$ 183,483

FINANCIAL SUMMARY

	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	BUDGET YEAR REQUEST	GOVERNOR RECOMMENDS FY 1990
Committee on Legislative Research--Administration	$ 1,160,696	$ 1,344,110	$ 1,454,738	$ 1,442,442
Committee on Legislative Research--Statutes	84,173	175,000	185,000	185,000
DIVISIONAL TOTAL	$ 1,244,869	$ 1,519,110	$ 1,639,738	$ 1,627,442
Personal Service	993,159	1,148,732	1,217,318	1,205,022
Expense and Equipment	251,710	195,378	247,420	247,420
Program Specific Distribution	0	175,000	175,000	175,000
TOTAL				
General Revenue Fund	$ 1,244,869	$ 1,519,110	$ 1,639,738	$ 1,627,442
Full-time equivalent employees	41.27	47.75	47.75	47.75

ADMINISTRATION

In accordance with Sections 23.010 through 23.190 RSMo, a permanent joint committee of the General Assembly is established, comprised of the chairman of the Senate Appropriations Committee and nine other Senators, and the chairman of the House Budget Committee and nine other Representatives. The Committee on Legislative Research has staff support to perform the following services for the members of the General Assembly:

(1) Provide a research and reference service on legislative problems;
(2) Make investigations into legislative and governmental institutions to aid the General Assembly;
(3) Assist any interim legislative committee or commission created by the General Assembly;
(4) Draft or aid in drafting bills, resolutions, memorials, and amendments;
(5) Prepare fiscal notes for legislation introduced into either house of the General Assembly;
(6) Conduct management audits and performance audits of state agencies; and,
(7) Maintain a legislative library for a reference service to the General Assembly and public.

Fiscal Year 1990 Governor's Recommendations

o $42,042 for expense and equipment purchase by Legislative Research Oversight Division.
o $56,290 for pay plan.

H.B. Sec. 12.040	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Requests for Bills	1,700	1,800	1,800
Fiscal Notes Prepared	5,000	5,000	5,000
Personal Service	$ 990,316	$ 1,148,732	$ 1,205,022
Expense and Equipment	170,380	195,378	237,420
TOTAL			
General Revenue Fund	$ 1,160,696	$ 1,344,110	$ 1,442,442
Full-time equivalent employees	41.05	47.75	47.75

PUBLISHING REVISED STATUTES

Article III, Section 34 of the Missouri Constitution requires a complete reprinting of the Revised Statutes of Missouri to be accomplished at least every ten years. Such a publication occurred in Fiscal Year 1987. Funds are provided during interim years in order to publish cumulative supplements to the revised statutes.

Fiscal Year 1990 Governor's Recommendations

o $10,000 for additional expense incurred to publish statutes.

H.B. Sec. 12.050	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Personal Service	$ 2,843	$ 0	$ 0
Expense and Equipment	81,330	0	10,000
Program Specific Distribution	0	175,000	175,000
TOTAL			
General Revenue Fund	$ 84,173	$ 175,000	$ 185,000
Full-time equivalent employees	0.22	0.00	0.00

INTERIM COMMITTEES

These are statutory committees composed of members of the House and Senate and, in some cases, gubernatorial appointees.

Fiscal Year 1990 Governor's Recommendations

Continue funding at the current level.

H.B. Sec. 12.060	PRIOR YEAR EXPENDITURE	CURRENT YEAR PLANNED EXPENDITURE	GOVERNOR RECOMMENDS FY 1990
Joint Committee on Correctional Institutions and Problems	$ 6,537	$ 10,000	$ 10,000
Commission on Atomic Energy	0	2,500	2,500
Commission on Local Governments	1,776	2,500	2,500
TOTAL			
General Revenue Fund	$ 8,313	$ 15,000	$ 15,000

CAPITAL IMPROVEMENTS

POLICY SUMMARY

The need for capital improvements must be balanced with the need for funds for other programs providing services to Missourians. The Governor's capital improvements recommendations focus on funding the projects most essential to continue efficient operation of state facilities. The recommendations also reflect the Governor's continued commitment to improving public safety programs and implementing the parks improvements approved by the voters in November 1988.

The Governor recommends $87,823,220 for capital improvement projects statewide. This recommendation includes $20,961,153 for maintenance and repair of state-owned facilities as shown in Table I. As Table II indicates, the recommendation also includes $65,962,067 for planning, major renovations, new construction, land acquisition, and land improvements. Also included is $900,000 for economic development projects from third state building fund interest.

Maintenance and Repair of State Facilities

Department of Higher Education

- $2,537,000 for replacement of a power plant boiler at Northeast Missouri State University.

- $3,461,300 for preservation projects at the four campuses and agricultural experiment stations of the University of Missouri.

- $1,269,500 for maintenance and repair at the other four-year colleges and universities.

Other Major Recommendations

- $4,318,600 for repairs and improvements for group homes, mental health centers, hospitals, and habilitation centers in the Department of Mental Health.

- $1,045,300 for repair projects at armories, veterans homes, and highway patrol facilities in the Department of Public Safety.

- $2,254,700 for improvements at correctional institutions in the Department of Corrections and Human Resources.

- $761,800 for statewide asbestos abatement and unprogrammed repairs through the Office of Administration.

- $516,800 for energy management projects and improvements at the Ellis Fischel State Cancer Center and the Missouri Rehabilitation Center.

Construction at State Facilities

Department of Higher Education

- $2,750,000 to complete acquisition, relocation, demolition, and site preparation at the University of Missouri-Kansas City North Campus Development. The high level of interest shown in research parks indicates they will stimulate private investment in new technologies both by existing Missouri businesses and by firms seeking a new location in our state. This funding fulfills the development agreement and ensures that the research park will be an integral part of high-technology development in the Kansas City metropolitan area.

- $750,000 for engineering equipment, including $500,000 for the University of Missouri-Rolla and $250,000 for the University of Missouri-Columbia. Acquisition of state-of-the-art equipment will provide advanced technological training for our students so they can meet the needs of Missouri business and industry.

POLICY SUMMARY (Continued)

Facilities for Veterans

- o $10,190,000, including $2,390,000 general revenue, for construction of a new 200-bed nursing home for veterans in the St. Louis area. By providing modern nursing care facilities for our aging veterans, Missourians can show their appreciation to the fine men and women who fought to preserve our democracy. This facility will be the fifth veterans' home in Missouri. When completed, the state will operate a total of 809 nursing home beds for veterans.

- o $1,100,000, including $100,000 general revenue, for construction of a veterans cemetery in Higginsville. With this recommendation, approximately 4,500 veterans will have a special, final resting place on ten acres owned and maintained by the state. The cemetery will have a chapel for services and a landscaped memorial area commemorating their contributions to our country.

Other Public Safety Projects

- o $5,863,900, including $833,700 general revenue, for design and initial construction of a new armory and headquarters for the Adjutant General and an emergency operations center for the State Emergency Management Agency. The new facilities will include space for administrative areas, classrooms, and a drill hall as well as the State Emergency Management Agency operation. The new National Guard Armory and headquarters will enable the Guard to vacate space it currently occupies that has become insufficient to meet fully the growing space requirements of the Guard. The new headquarters facilities will enhance management of statewide Guard activities including implementation of the expansion plan proposed by Governor Ashcroft in 1987.

- o $1,515,000 general revenue for construction of a pursuit driving training facility for the Missouri State Highway Patrol. This 1.3 mile track will give highway patrol officers and officers of local law enforcement agencies an opportunity to improve their emergency and pursuit driving skills on a high speed track with a skid pan and intersection area.

Department of Natural Resources

On November 8, 1988 Missouri voters approved the renewal of the one-tenth of one percent parks and soils sales tax making it possible for the Governor to recommend substantial increases for the state park system. Including all funds, over $7 million is recommended for construction, land acquisition, and renovation at parks and historic sites throughout the state. Since the tax was first approved in 1984, visitors have benefited from remodeled campgrounds, new shower houses and restrooms, paved campground roads, landscape and building restorations and new education and site interpretation programs. Over 13 million visitors are expected to enjoy Missouri parks and historic sites in the coming year.

- o $1,250,000 for the purchase of land within and adjacent to state parks and historic sites.

- o $2,416,200 for campground improvements and expansions throughout the state.

- o $3,726,150 for other improvements at state parks and historic sites statewide.

Other Major Recommendations

- o $3,428,100 for renovations and remodeling at Sikeston, Springfield, St. Joseph, and Central Job Service Offices.

- o $3,431,800 highway department fund for a new equipment shop, the renovation of the District 7 Office and Garage, and the design of the renovation of the Central Headquarters Garage of the Department of Highways and Transportation.

- o $26,000,000 for acquisition, development, improvements, and repairs to facilities of the Department of Conservation.

TABLE I

FISCAL YEAR 1990 CAPITAL IMPROVEMENTS SUMMARY

MAINTENANCE AND REPAIR

	General Revenue	Third State Interest	Third State Lapse	Other Funds	Total
Elementary and Secondary Education	$ 468,400	$ 33,700	$ 338,600	$ 0	$ 840,700
Higher Education	4,328,700	2,894,700	44,400	0	7,267,800
Office of Administration	705,200	0	139,200	0	844,400
Agriculture	9,800	32,100	94,100	0	136,000
Natural Resources	0	0	40,300	1,908,900	1,949,200
Economic Development	1,000	700	0	0	1,700
Labor and Industrial Relations	0	0	0	558,953	558,953
Highways and Transportation	0	0	0	1,115,900	1,115,900
Public Safety	233,000	508,500	303,800	0	1,045,300
Corrections and Human Resources	1,640,600	481,700	132,400	0	2,254,700
Mental Health	884,300	1,049,900	2,384,400	0	4,318,600
Health	455,800	61,000	0	0	516,800
Social Services	30,400	37,700	43,000	0	111,100
TOTAL	$ 8,757,200	$ 5,100,000	$ 3,520,200	$3,583,753	$ 20,961,153

TABLE II

FISCAL YEAR 1990 CAPITAL IMPROVEMENTS SUMMARY

CONSTRUCTION AND ECONOMIC DEVELOPMENT

	Construction		Economic Development	
	General Revenue	Other Funds	Third State Interest	Total
Higher Education	$ 750,000	$ 0	$ 0	$ 750,000
Office of Administration	1,265,993	16,592	0	1,282,585
Conservation	0	26,000,000	0	26,000,000
Natural Resources	0	7,692,350	540,000	8,232,350
Economic Development	2,750,000	0	0	2,750,000
Labor and Industrial Relations	0	3,428,100	0	3,428,100
Highways and Transportation	0	3,431,800	360,000	3,791,800
Public Safety	4,896,762	13,857,138	0	18,753,900
Corrections and Human Resources	0	179,900	0	179,900
Mental Health	0	1,400,000	0	1,400,000
Health	68,472	100,164	0	168,636
Social Services	6,416	118,380	0	124,796
TOTAL	$9,737,643	$56,224,424	$900,000	$66,862,067

EMERGENCY AND SUPPLEMENTAL

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF ADMINISTRATION
FOUNDATION PROGRAM

H.B. Sec. 13.005, 13.010	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
State School Moneys Fund	$1,050,000,000	$1,050,500,000	$ 50,000	$ 50,000

The Governor recommends $50,000 state school moneys fund and a corresponding general revenue transfer for payments to school districts as mandated by Senate Bill 797 passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF ADMINISTRATION
CAREER LADDER

H.B. Sec. 13.015	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Excellence in Education Fund	$ 14,000,000	$ 10,000,000	$ 1,500,000	$ 848,885

The Governor recommends $848,885 for the balance of state's portion of Career Ladder salary supplements for the 6,000 Missouri teachers participating at Stages I, II, and III.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF INSTRUCTION
VIDEO INSTRUCTIONAL DEVELOPMENT AND EDUCATIONAL OPPORTUNITY PROGRAM

H.B. Sec. 13.020, 13.025	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 396,462	$ 399,480	$ 0	$ 0
Federal Funds	1,467,063	1,528,063	0	0
Excellence in Education Fund	143,335	145,495	0	0
VIDEO Fund	0	0	25,855	18,480
EXPENSE AND EQUIPMENT				
General Revenue Fund	135,760	32,760	0	0
Federal Funds	953,430	1,050,430	0	0
Excellence in Education Fund	36,000	36,000	0	0
VIDEO Fund	0	0	34,575	34,575
TOTAL	$ 3,132,050	$ 3,192,228	$ 60,430	$ 53,055
General Revenue Fund	532,222	432,240	0	0
Federal Funds	2,420,493	2,578,493	0	0
Excellence in Education Fund	179,335	181,495	0	0
VIDEO Fund	0	0	60,430	53,055

The Governor recommends $53,055 VIDEO fund and a corresponding general revenue transfer for three staff to begin implementation of the Video Instructional Development and Educational Opportunity program as authorized by Senate Bill 709 passed by the Second Regular Session of the 84th General Assembly.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF HIGHER EDUCATION
COORDINATION
CONTRACTING FOR PROGRAMS

H.B. Sec. 13.040	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 124,500	$ 124,500	$ 167,660	$ 167,660

The Governor recommends $167,660 to fulfill the terms of an interim agreement with the state of Kansas which allows Missouri residents to enroll at either the University of Kansas or Kansas State University to study architecture and provides for the payment of $2,430 per student for all students above the first 50. Fall enrollment has been verified at 152 with an estimate of 20 students entering at the second semester. The total cost of this agreement is $272,160 for Fiscal Year 1989. An additional $20,000 is committed for the purchase of seats at the Washington University College of Architecture. To fund fully both commitments an additional $167,660 is necessary.

DEPARTMENT OF HIGHER EDUCATION
STUDENT FINANCIAL AID
ACADEMIC SCHOLARSHIP PROGRAM

H.B. Sec. 13.045	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 1,366,885	$ 1,366,885	$ 482,000	$ 482,000
State Guaranty Student Loan Fund	2,297,115	2,297,115	0	0
TOTAL	$ 3,664,000	$ 3,664,000	$ 482,000	$ 482,000

The Governor recommends $482,000 to fund fully eligible students under the academic scholarship program. The program provides $2,000 renewable scholarships for the four years of undergraduate education if the student maintains satisfactory progress. The current appropriation funds 1,832 students. An additional 241 students are approved for the current academic year for a total eligible population of 2,073.

DEPARTMENT OF HIGHER EDUCATION
UNIVERSITY OF MISSOURI - EDUCATION AND GENERAL

H.B. Sec. 13.050	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 249,348,173	$ 262,314,169	$ 50,000	$ 50,000

The Governor recommends $50,000 for the University of Missouri at Kansas City (UMKC). This will compensate the University for the tuition waived for Kansas residents enrolled in the UMKC Dental School under an interim agreement for exchange of Kansas dental students and Missouri architecture students.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF REVENUE
DIVISION OF INFORMATION SYSTEMS

H.B. Sec. 13.060	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 1,805,705	$ 1,794,183	$ 28,784	$ 0
Federal Funds	141,253	143,413	0	0
Department of Revenue Information Fund	216,521	217,961	0	0
Highway Department Fund	2,750,477	2,801,176	115,349	50,492
TOTAL	$ 4,913,956	$ 4,956,733	$ 144,133	$ 50,492

The Governor recommends $50,492 to implement legislation passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF REVENUE
DIVISION OF TAXATION

H.B. Sec. 13.065	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 1,453,105	$ 1,383,105	$ 60,000	$ 18,507
Conservation Commission Fund	48,965	48,965	0	0
Highway Department Fund	33,195	33,195	0	0
Department of Revenue Information Fund	35,000	105,000	0	0
Petroleum Inspection Fund	789	789	0	0
TOTAL	$ 1,571,054	$ 1,571,054	$ 60,000	$ 18,507

The Governor recommends $18,507 for the printing of additional withholding tax booklets necessary due to federal tax law changes.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF REVENUE
DIVISION OF MOTOR VEHICLES AND DRIVERS LICENSING
CENTRAL OFFICE

H.B. Sec. 13.070	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 52,880	$ 0	$ 18,271	$ 18,271
Federal Funds	127,224	128,124	0	0
Department of Revenue Information Fund	110,687	916,167	0	0
Highway Department Fund	7,657,625	7,018,173	5,314	0
EXPENSE AND EQUIPMENT				
General Revenue Fund	33,091	0	42,434	42,434
Federal Funds	110,523	110,523	0	0
Department of Revenue Information Fund	110,623	110,623	0	0
Highway Department Fund	4,838,132	4,893,975	184,900	184,900
TOTAL	$ 13,040,785	$ 13,177,585	$ 250,919	$ 245,605
General Revenue Fund	85,791	0	60,705	60,705
Federal Funds	237,747	238,647	0	0
Department of Revenue Information Fund	221,310	1,026,790	0	0
Highway Department Fund	12,495,757	11,912,148	190,214	184,900

The Governor recommends $184,900 to purchase additional license plates and tabs. The Governor also recommends $60,705 to implement legislation passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF REVENUE
DIVISION OF MOTOR VEHICLES AND DRIVERS LICENSING
BRANCH OFFICES

H.B. Sec. 13.075	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 35,712	$ 0	$ 0	$ 0
Highway Department Fund	436,906	488,765	26,521	26,521
TOTAL	$ 472,618	$ 488,765	$ 26,521	$ 26,521

The Governor recommends $26,521 to relocate the Raytown branch office.

DEPARTMENT OF REVENUE
STATE TAX COMMISSION
STATE SHARE OF ASSESSMENT MAINTENANCE COSTS

H.B. Sec. 13.080	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 12,713,000	$ 11,000,000	$ 5,521,222	$ 2,217,562

The Governor recommends $2,217,562 to fund reimbursements to counties pursuant to Senate Bill 476 passed by the Second Regular Session of the 83rd General Assembly.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF REVENUE
STATE TAX COMMISSION
CERTIFICATION COMPENSATION

H.B. Sec. 13.085	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 0	$ 0	$ 145,800	$ 145,800

The Governor recommends $145,800 for payments to county assessors pursuant to Senate Bill 431 passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF REVENUE
COLLECTION AGENCY FEES

H.B. Sec. 13.090	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 495,000	$ 495,000	$ 600,000	$ 600,000

The Governor recommends $600,000 for increased utilization of collection agencies pursuant to the provisions of Section 140.850 RSMo.

LIEUTENANT GOVERNOR

H.B. Sec. 13.100	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 47,450	$ 47,450	$ 15,000	$ 15,000
TOTAL				
General Revenue Fund	$ 47,450	$ 47,450	$ 15,000	$ 15,000

The Lieutenant Governor requests $15,000 for a replacement vehicle.

OFFICE OF ADMINISTRATION
DIVISION OF GENERAL SERVICES
WORKERS' COMPENSATION

H.B. Sec. 13.110	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 5,300,000	$ 5,300,000	$ 700,000	$ 334,427
Conservation Commission Fund	301,920	301,920	0	0
Parks Sales Tax Fund	11,144	11,144	0	0
Soil and Water Sales Tax Fund	727	727	0	0
Revenue Sharing Trust Fund	0	0	0	218,042E
TOTAL	$ 5,613,791	$ 5,613,791	$ 700,000	$ 552,469

The Governor recommends $552,469 to cover increased costs of Workers' Compensation claims.

EMERGENCY AND SUPPLEMENTAL
OFFICE OF ADMINISTRATION
MISSOURI ACCESS TO HIGHER EDUCATION

H.B. Sec. 13.115	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 0	$ 0	$ 22,382	$ 22,382
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	0	17,900	17,900
Access to Higher Education Trust Fund	0	0	50,000E	50,000E
TOTAL	$ 0	$ 0	$ 90,282	$ 90,282
General Revenue Fund	0	0	40,282	40,282
Access to Higher Education Trust Fund	0	0	50,000E	50,000E

The Governor recommends $90,282 and three staff for initiation of the Missouri Access to Higher Education Trust program pursuant to House Bill 1456 passed by the Second Regular Session of the 84th General Assembly. The program will give parents the opportunity to pre-pay costs of higher education for their children.

OFFICE OF ADMINISTRATION
DIVISION OF EMPLOYEE BENEFITS DISBURSEMENTS
MISSOURI STATE EMPLOYEES' RETIREMENT SYSTEM

H.B. Sec. 13.120	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 94,400,000E	$ 92,267,103E	$ 5,000,000	$ 5,000,000
Federal Funds	8,004,042E	10,136,939E	550,000E	550,000E
Other Funds	28,590,127E	28,590,127E	1,550,000E	1,550,000E
TOTAL	$ 130,994,169E	$ 130,994,169E	$ 7,100,000	$ 7,100,000

The Governor recommends $7,100,000 for the Missouri State Employees' Retirement System. This increase is necessary due to increasing medical costs experienced by state employees in the MOSERS medical plan.

OFFICE OF STATE PUBLIC DEFENDER
LOCAL OFFICES

H.B. Sec. 13.130	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 7,624,764	$ 7,513,773	$ 1,401,511	$ 1,021,535
TOTAL				
General Revenue Fund	$ 7,624,764	$ 7,513,773	$ 1,401,511	$ 1,021,535

The Governor recommends $1,021,535 for extraordinary expenses incurred in the defense of homicide and conflict of interest cases and to begin implementation of the Governor's Fiscal Year 1990 reorganization plan for the Public Defender System.

EMERGENCY AND SUPPLEMENTAL
OFFICE OF STATE PUBLIC DEFENDER
LEGAL DEFENSE AND DEFENDER FUND

H.B. Sec. 13.135	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 100,000	$ 100,000	$ 50,000	$ 200,000
TOTAL				
Legal Defense and Defender Fund	$ 100,000	$ 100,000	$ 50,000	$ 200,000

The Governor recommends $200,000 legal defense and defender fund for expenditure of fees collected for public defender services. Additional funds will help meet extraordinary litigation expenses incurred in the defense of homicide and capital murder cases.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF ENERGY
RESIDENTIAL ENERGY CONSERVATION MANAGEMENT PROGRAM

H.B. Sec. 13.150	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Petroleum Violation Escrow Fund	$ 0	$ 0	$ 275,000	$ 275,000

The Governor recommends $275,000 petroleum violation escrow funds for financial assistance to consumers of fuel oil and propane pursuant to guidelines established by the U.S. Department of Energy for use of Amoco and OKC settlement funds.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF PARKS, RECREATION AND HISTORIC PRESERVATION

H.B. Sec. 13.155	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 3,064,778	$ 3,138,812	$ 0	$ 0
Parks Sales Tax Fund	4,763,890	4,875,584	55,252	55,252
Babler State Park Fund	155,213	136,370	0	0
State Park Earnings Fund	34,000	34,000	0	0
Meramec-Onondaga State Park Fund	33,000	33,691	0	0
TOTAL	$ 8,050,881	$ 8,218,457	$ 55,252	$ 55,252

The Governor recommends $55,252 for pay increases for seasonal staff at state parks and historic sites.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF ENVIRONMENTAL QUALITY
ADMINISTRATION

H.B. Sec. 13.160	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 0	$ 0	$ 143,953	$ 135,060
Federal Funds	375,558	380,598	0	0
Hazardous Waste Remedial Fund	27,439	27,799	0	0
TOTAL	$ 402,997	$ 408,397	$ 143,953	$ 135,060

The Governor recommends $135,060 general revenue for maintaining administrative staff at the current level.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF ENVIRONMENTAL QUALITY
LABORATORY SERVICES PROGRAM

H.B. Sec. 13.165	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 199,039	$ 201,919	$ 20,048	$ 0
Federal Funds	553,740	427,980	16,173	16,173
Hazardous Waste Remedial Fund	256,781	260,921	0	0
Hazardous Waste Fund	3,056	3,146	0	0
TOTAL	$ 1,012,616	$ 893,966	$ 36,221	$ 16,173

The Governor recommends $16,173 for .75 staff to oversee cleanup of leaking underground storage tanks.

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF ENVIRONMENTAL QUALITY
LAND RECLAMATION PROGRAM

H.B. Sec. 13.170	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 172,504	$ 175,096	$ 0	$ 0
Federal Funds	509,725	517,454	0	0
Mined Land Reclamation Fund	99,086	48,361	0	0
Coal Mine Land Reclamation Fund	0	0	8,172	8,172
TOTAL	$ 781,315	$ 740,911	$ 8,172	$ 8,172

The Governor recommends $8,172 for .25 staff to manage reclamation projects at bond forfeiture sites.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF ECONOMIC DEVELOPMENT
UNCLAIMED PROPERTY SECTION

H.B. Sec. 13.185	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 234,610	$ 234,610	$ 296,515	$ 296,515
TOTAL				
General Revenue Fund	$ 234,610	$ 234,610	$ 296,515	$ 296,515

The Governor recommends $296,515 for advertising unclaimed property as required by Section 447.541 RSMo. These funds will cover the cost of advertising items on file as of February 15, 1989.

DEPARTMENT OF ECONOMIC DEVELOPMENT
ECONOMIC DEVELOPMENT COMMUNITY PROGRAMS GROUP

H.B. Sec. 13.190	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 305,176	$ 305,176	$ 11,250	$ 0
Federal Funds	528,895	528,895	0	0
EXPENSE AND EQUIPMENT				
General Revenue Fund	132,627	132,627	13,262	8,000
Federal Funds	224,860	224,860	0	0
TOTAL	$ 1,191,558	$ 1,191,558	$ 24,512	$ 8,000
General Revenue Fund	437,803	437,803	24,512	8,000
Federal Funds	753,755	753,755	0	0

The Governor recommends $8,000 to contract with the National Main Street Center to begin demonstration projects in downtown revitalization as authorized by House Bills 1223 and 1246 passed by the Second Regular Session of the 84th General Assembly.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF JOB DEVELOPMENT AND TRAINING
JOB TRAINING PARTNERSHIP ACT PROGRAM

H.B. Sec. 13.195	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 0	$ 0	$ 10,269	$ 10,269
Federal Funds	1,163,415	1,163,415	0	0
EXPENSE AND EQUIPMENT				
General Revenue Fund	0	0	5,570	5,570
Federal Funds	422,748	422,748	0	0
TOTAL	$ 1,586,163	$ 1,586,163	$ 15,839	$ 15,839
General Revenue Fund	0	0	15,839	15,839
Federal Funds	1,586,163	1,586,163	0	0

The Governor recommends $15,839 for a job training program specialist and one clerk typist and related expenses to implement House Bill 1034 passed by the Second Regular Session of the 84th General Assembly which requires that training provided by junior colleges be monitored and approved by the Department of Economic Development.

DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION
ADMINISTRATION

H.B. Sec. 13.200	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 9,104	$ 9,104	$ 4,414	$ 4,414
TOTAL				
General Revenue Fund	$ 9,104	$ 9,104	$ 4,414	$ 4,414

The Governor recommends $4,414 for additional costs of printing and distributing the list of approved generic drugs.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION
FEES FUND TRANSFER

H.B. Sec. 13.205	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
State Board of Accountancy Fund	$ 13,000	$ 13,000	$ 0	$ 0
Athletic Fund	565	565	0	0
State Board of Architects, Professional Engineers, and Land Surveyors Fund	123,763	123,763	0	0
State Board of Barber Fund	12,145	12,145	0	0
State Board of Chiropractic Examiners' Fund	5,584	5,584	0	0
State Board of Cosmetology Fund	133,522	133,522	0	0
Missouri Dental Board Fund	4,084	4,084	0	0
State Board of Embalmers and Funeral Home Directors Fund	0	0	97,593	97,593
State Board of Registration for the Healing Arts Fund	60,614	60,614	14,921	14,921
State Board of Nursing Fund	327,467	327,467	0	0
State Board of Pharmacy Fund	18,265	18,265	0	0
State Board of Podiatry Fund	5,330	5,330	0	0
Missouri Real Estate Commission Fund	93,226	93,226	0	0
Missouri Veterinary Medical Board Fund	8,125	8,125	0	0
Committee for Professional Counselors Fund	5,815	5,815	0	0
TOTAL	$ 811,505	$ 811,505	$ 112,514	$ 112,514

The Governor recommends a $112,514 increase in the transfer of board funds to the professional registration fees fund for the pre-need exam costs charged to the State Board of Embalmers and Funeral Home Directors and for the Committee of Psychologists' share of operational costs charged to the State Board of Registration for the Healing Arts.

DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION
STATE BOARD OF ACCOUNTANCY

H.B. Sec. 13.210	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 317,224	$ 317,224	$ 91,193	$ 91,193
TOTAL				
State Board of Accountancy Fund	$ 317,224	$ 317,224	$ 91,193	$ 91,193

The Governor recommends $91,193 for the State Board of Accountancy to purchase legal services and court reporter services for two large, complex cases requiring additional professional services.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION
STATE BOARD OF REGISTRATION FOR THE HEALING ARTS

H.B. Sec. 13.215	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 399,948	$ 399,948	$ 40,905	$ 40,905
TOTAL				
Board of Registration for the Healing Arts Fund	$ 399,948	$ 399,948	$ 40,905	$ 40,905

The Governor recommends $40,905 for expert witnesses and specialists to review medical records for four cases to be heard by the Administrative Hearing Commission in Fiscal Year 1989.

DEPARTMENT OF ECONOMIC DEVELOPMENT
DIVISION OF PROFESSIONAL REGISTRATION
MOTOR VEHICLE COMMISSION

H.B. Sec. 13.220	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 0	$ 0	$ 20,862	$ 8,144
EXPENSE AND EQUIPMENT	0	0	36,507	10,320
TOTAL				
General Revenue Fund	$ 0	$ 0	$ 57,369	$ 18,464

The Governor recommends $18,464 for a program administrator and an administrative assistant and related operating expenses to provide support services to the newly-created Missouri Motor Vehicle Commission and begin transition of license renewal activities currently in the Department of Revenue.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF WORKERS' COMPENSATION
ADMINISTRATION

H.B. Sec. 13.230	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
Federal Funds	$ 53,142	$ 53,142	$ 0	$ 0
Workers' Compensation Fund	3,512,867	3,512,867	30,096	7,740
Crime Victims' Compensation Fund	55,601	55,601	0	0
EXPENSE AND EQUIPMENT				
Federal Funds	37,702	37,702	0	0
Workers' Compensation Fund	764,728	764,728	95,180	95,180
Crime Victims' Compensation Fund	14,712	14,712	0	0
TOTAL	$ 4,438,752	$ 4,438,752	$ 125,276	$ 102,920
Federal Funds	90,844	90,844	0	0
Workers' Compensation	4,277,595	4,277,595	125,276	102,920
Crime Victims' Compensation Fund	70,313	70,313	0	0

The Governor recommends $7,740 for three months funding of one clerical staff for the Kansas City office and one clerical staff for the Jefferson City office. The Governor also recommends $95,180 for operating the new office building, postage, and data processing activities for the Division of Workers' Compensation.

DEPARTMENT OF HIGHWAYS AND TRANSPORTATION
DIVISION OF TRANSPORTATION
STATE MATCH FOR AMTRAK

H.B. Sec. 13.240	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 1,693,511	$ 1,693,511	$ 250,000	$ 199,195
State Transportation Fund	525,000E	525,000E	0	0
TOTAL	$ 2,218,511	$ 2,218,511	$ 250,000	$ 199,195

The Governor recommends $199,195 to continue operation of Amtrak rail passenger service between Kansas City and St. Louis for the remainder of Fiscal Year 1989.

DEPARTMENT OF HIGHWAYS AND TRANSPORTATION
DISTRICT 9 HEADQUARTERS

H.B. Sec. 13.245	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Highway Department Fund	$ 0	$ 1,500,000	$ 200,000	$ 200,000

The Governor recommends $200,000 to provide office systems furniture for the District 9 Headquarters renovation and addition.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF PUBLIC SAFETY
DIRECTOR'S OFFICE

H.B. Sec. 13.260	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 490,567	$ 497,061	$ 6,500	$ 0
Federal Funds	211,913	215,499	0	0
Crime Victims' Compensation Fund	0	0	0	3,250
TOTAL	$ 702,480	$ 712,560	$ 6,500	$ 3,250

The Governor recommends $3,250 for administration of the State Forensic Laboratory program pursuant to House Bill 1195 passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF PUBLIC SAFETY
DIRECTOR'S OFFICE
STATE FORENSIC LABORATORY PROGRAM

H.B. Sec. 13.265	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
State Forensic Laboratory Fund	$ 0	$ 0	$ 250,000	$ 250,000

The Governor recommends $250,000 for distribution to eligible crime laboratories pursuant to House Bill 1195 passed by the Second Regular Session of the 84th General Assembly.

DEPARTMENT OF PUBLIC SAFETY
STATE HIGHWAY PATROL
CRIME LABS

H.B. Sec. 13.270	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 34,661	$ 34,661	$ 0	$ 0
Highway Department Fund	27,954	26,429	0	0
State Forensic Laboratory Fund	0	0	35,000	35,000
TOTAL	$ 62,615	$ 61,090	$ 35,000	$ 35,000

The Governor recommends $35,000 for grants from the State Forensic Laboratory program to the State Highway Patrol crime labs.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF PUBLIC SAFETY
ADJUTANT GENERAL
FIELD SUPPORT

H.B. Sec. 13.275	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 579,679	$ 599,335	$ 14,920	$ 0
EXPENSE AND EQUIPMENT	339,297	339,297	74,480	63,281
FUEL AND UTILITIES	749,762	749,762	30,406	26,605
TOTAL				
General Revenue Fund	$ 1,668,738	$ 1,688,394	$ 119,806	$ 89,886

The Governor recommends $89,886 for expansion of the Missouri National Guard to four additional communities.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
OFFICE OF DIRECTOR
FUEL AND UTILITIES - INDUSTRIES EXPANSION

H.B. Sec. 13.300	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 147,008	$ 147,008	$ 800	$ 800
TOTAL				
Working Capital Revolving Fund	$ 147,008	$ 147,008	$ 800	$ 800

The Governor recommends $800 working capital revolving fund for increased fuel and utilities expenses related to the Prison Industries telemarketing expansion project.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
OFFICE OF DIRECTOR
TELECOMMUNICATIONS - INDUSTRIES EXPANSION

H.B. Sec. 13.305	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 37,099	$ 37,099	$ 119,250	$ 119,250
TOTAL				
Working Capital Revolving Fund	$ 37,099	$ 37,099	$ 119,250	$ 119,250

The Governor recommends $119,250 working capital revolving fund for increased telecommunications costs associated with the Prison Industries telemarketing expansion project.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
DIVISION OF ADMINISTRATION
INDUSTRIES AND FARMS - EXPANSION

H.B. Sec. 13.310	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 2,232,184	$ 2,273,944	$ 60,564	$ 60,564
EXPENSE AND EQUIPMENT	7,937,981	7,937,981	2,170,636	2,170,636
TOTAL				
Working Capital Revolving Fund	$ 10,170,165	$ 10,211,925	$ 2,231,200	$ 2,231,200

The Governor recommends $2,231,200 working capital revolving fund for the expansion of Prison Industries services and projects, and funding for eight additional staff.

DEPARTMENT OF CORRECTIONS AND HUMAN RESOURCES
DIVISION OF CLASSIFICATION AND TREATMENT
HOSPITAL PURCHASE OF SERVICE

H.B. Sec. 13.315	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 3,197,906	$ 3,197,906	$ 2,685,588	$ 2,685,588
TOTAL				
General Revenue Fund	$ 3,197,906	$ 3,197,906	$ 2,685,588	$ 2,685,588

The Governor recommends $2,685,588 to provide funding for increased utilization and increased costs of hospital services for inmates.

DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
ADMINISTRATION

H.B. Sec. 13.330	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 6,181,575	$ 5,140,096	$ 0	$ 0
Federal Funds	994,577	1,329,662	18,582	18,582
EXPENSE AND EQUIPMENT				
General Revenue Fund	1,969,355	1,633,248	0	0
Federal Funds	768,961	2,373,796	7,747	7,747
TOTAL	$ 9,914,468	$ 10,476,802	$ 26,329	$ 26,329
General Revenue Fund	8,150,930	6,773,344	0	0
Federal Funds	1,763,538	3,703,458	26,329	26,329

The Governor recommends $26,329 for two program specialists and one clerical staff for the Developmental Disabilities Planning Council. These staff will work in the areas of prevention and supported employment.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
COMPREHENSIVE PSYCHIATRIC SERVICES
PURCHASE OF SERVICES

H.B. Sec. 13.335	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE/EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 150,521	$ 147,511	$ 376,726	$ 376,726
Federal Funds	188,200	188,200	64,997	64,997
TOTAL	$ 338,721	$ 335,711	$ 441,723	$ 441,723

The Governor recommends $441,723 to permit three state facilities to provide direct services presently budgeted as purchase of service. The $376,726 in general revenue will permit the Nevada State Hospital and the Southeast Missouri Mental Health Center to make up for a lack of vendors in their areas for community support and day treatment. The $64,997 in federal funds, from the Homeless Block Grant, will give the Malcolm Bliss Mental Health Center the flexibility to provide some services directly.

DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
PURCHASE OF SERVICES – ALCOHOL AND DRUG ABUSE

H.B. Sec. 13.340	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Federal Funds	$ 10,501,827	$ 11,581,002	$ 562,500	$ 562,500

The Governor recommends $562,500 to implement health and safety standards promulgated by the Department for alcohol and drug abuse treatment centers. Many of these centers are now in older frame buildings. Purchase of service contracts will be rebid to incorporate the cost of the new standards.

DEPARTMENT OF MENTAL HEALTH
COMPREHENSIVE PSYCHIATRIC SERVICES
MALCOLM BLISS MENTAL HEALTH CENTER
HOSPITAL SUPPORT AND SERVICES

H.B. Sec. 13.345	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 1,742,791	$ 1,358,029	$ 30,738	$ 30,738
TOTAL				
General Revenue Fund	$ 1,742,791	$ 1,358,029	$ 30,738	$ 30,738

The Governor recommends $30,738 to allow the facility to contract for services of an x-ray technician and an infection control nurse.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF MENTAL HEALTH
MALCOLM BLISS MENTAL HEALTH CENTER
COMPREHENSIVE PSYCHIATRIC SERVICES

H.B. Sec. 13.350	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 103,335	$ 103,335	$ 33,798	$ 33,798
EXPENSE AND EQUIPMENT	0	0	6,679	6,679
TOTAL				
Federal Funds	$ 103,335	$ 103,335	$ 40,477	$ 40,477

The Governor recommends $40,477 federal funds and 3.5 staff to permit the Malcolm Bliss Mental Health Center to provide services for the homeless mentally ill under contracts with the University of Missouri - St. Louis, the Department of Labor, and the Veterans' Administration.

DEPARTMENT OF MENTAL HEALTH
WESTERN MISSOURI MENTAL HEALTH CENTER
HOSPITAL SUPPORT AND SERVICES

H.B. Sec. 13.355	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 3,008,814	$ 3,015,557	$ 58,597	$ 58,597
EXPENSE AND EQUIPMENT	5,080,940	4,309,908	83,319	0
TOTAL				
General Revenue Fund	$ 8,089,754	$ 7,325,465	$ 141,916	$ 58,597

The Governor recommends $58,597 for four security staff to cover an increase in physical capacity from four to twelve buildings resulting from the addition of group homes at the facility.

DEPARTMENT OF HEALTH
DIVISION OF ENVIRONMENTAL HEALTH AND EPIDEMIOLOGY SERVICES
OPERATIONS AND SUPPORT

H.B. Sec. 13.375	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE	$ 1,023,288	$ 999,882	$ 157,944	$ 157,944
EXPENSE AND EQUIPMENT	2,986,619	3,303,025	1,067,367	1,067,367
TOTAL				
Federal Funds	$ 4,009,907	$ 4,302,907	$ 1,225,311	$ 1,225,311

The Governor recommends $1,225,311 for an increase in the federal Acquired Immune Deficiency Syndrome (AIDS) prevention and surveillance grant.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF HEALTH
DIVISION OF MATERNAL CHILD AND FAMILY HEALTH CARE
NUTRITION SERVICES ADMINISTRATION

H.B. Sec. 13.380	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 811,304	$ 811,304	$ 159,161	$ 159,161
TOTAL				
Federal Funds	$ 811,304	$ 811,304	$ 159,161	$ 159,161

The Governor recommends $159,161 for additional data processing costs due to the Infant Formula Rebate program in the Women, Infants and Children (WIC) program.

DEPARTMENT OF HEALTH
DIVISION OF MATERNAL CHILD AND FAMILY HEALTH CARE
WOMEN, INFANTS AND CHILDREN (WIC) PROGRAM

H.B. Sec. 13.385	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Federal Funds	$ 33,445,267	$ 33,445,267	$ 10,674,841	$ 10,674,841

The Governor recommends $10,674,841 to allow Missouri's WIC program to expand the Supplemental Food Distribution program and participate in the Infant Formula Rebate program.

DEPARTMENT OF HEALTH
DIVISION OF MATERNAL CHILD AND FAMILY HEALTH CARE
CHILD CARE FOOD PROGRAM (CCFP)

H.B. Sec. 13.390	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
Federal Funds	$ 8,312,449	$ 8,312,449	$ 1,157,658	$ 1,157,658

The Governor recommends $1,157,658 to increase the number of meal reimbursements to participating child care centers, homes, and adult day care facilities participating in the Child Care Food Program.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF HEALTH
DIVISION OF LOCAL HEALTH AND INSTITUTIONAL SERVICES
MISSOURI REHABILITATION CENTER

H.B. Sec. 13.395	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT	$ 3,872,710	$ 3,929,665	$ 275,000	$ 275,000
TOTAL				
General Revenue Fund	$ 3,872,710	$ 3,929,665	$ 275,000	$ 275,000

The Governor recommends $275,000 to maintain current service levels at the Missouri Rehabilitation Center. This funding will correct an anticipated operating deficit in Fiscal Year 1989 which has been caused by an increasing number of indigent patients, rising costs of providing medical care, and a decrease in Medicare revenues due to a younger group of patients receiving care.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF CHILD SUPPORT ENFORCEMENT
ADMINISTRATION

H.B. Sec. 13.410	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 912,454	$ 912,454	$ 9,000	$ 0
Federal Funds	2,023,306	2,023,306	931,369	931,369
Administrative Trust Fund	39,690	39,690	0	0
TOTAL	$ 2,975,450	$ 2,975,450	$ 940,369	$ 931,369

The Governor recommends $931,369, including $850,369 to meet current needs for blood testing to determine paternity and $81,000 for improvements in the Division's data processing system.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF CHILD SUPPORT ENFORCEMENT
STATE TAX REFUND DISTRIBUTION

H.B. Sec. 13.415	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 100,000	$ 70,000	$ 30,000	$ 30,000

The Governor recommends $30,000 for the State Tax Refund Distribution program due to growth in caseload and subsequent increase in refunds.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
ADMINISTRATIVE SERVICES

H.B. Sec. 13.425	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 4,514,083	$ 1,500,000	$ 247,975	$ 150,000
Federal Funds	6,922,444	3,352,475	219,902	133,019
TOTAL	$ 11,436,527	$ 4,852,475	$ 467,877	$ 283,019

The Governor recommends $283,019 for increased postage costs.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
FIELD OPERATIONS - LINE STAFF

H.B. Sec. 13.430	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 25,998,126	$ 3,134,049	$ 73,360	$ 73,360
Federal Funds	26,777,409	5,409,559	126,640	126,640
TOTAL	$ 52,775,535	$ 8,543,608	$ 200,000	$ 200,000

The Governor recommends $200,000 to cover a shortfall for line staff in Area 3 as a result of an imbalance in the split of funding for the six different areas.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
INCOME MAINTENANCE

H.B. Sec. 13.435	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 39,096,723	$ 28,794,481	$ 209,294	$ 37,374
Federal Funds	40,824,657	52,324,828	185,522	78,135
EXPENSE AND EQUIPMENT				
General Revenue Fund	2,075,689	532,231	33,704	4,254
Federal Funds	4,272,434	2,717,488	29,876	14,574
TOTAL	$ 86,269,503	$ 84,369,028	$ 458,396	$ 134,337
General Revenue Fund	41,172,412	29,326,712	242,998	41,628
Federal Funds	45,097,091	55,042,316	215,398	92,709

The Governor recommends $134,337 and 19 staff to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly. This includes funding for staffing of a pilot project for certain non-emergency Medicaid transportation services and staff to process applications of the Permanently and Totally Disabled children under age 18 who will be covered by Medicaid.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
INCOME MAINTENANCE

H.B. Sec. 13.440	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 2,877,442	$ 2,500,000	$ 270,000	$ 270,000

The Governor recommends $270,000 to fund adult supplementation payments due to the caseload not declining as fast as anticipated.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
SUPPLEMENTAL NURSING CARE

H.B. Sec. 13.445	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 23,587,514	$ 23,300,000	$ 170,000	$ 170,000

The Governor recommends $170,000 for supplemental nursing care payments due to the caseload not declining as fast as anticipated.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
SUPPLEMENTAL NURSING CARE PERSONAL PAYMENT

H.B. Sec. 13.450	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 640,080	$ 960,000	$ 30,000	$ 30,000

The Governor recommends $30,000 for supplemental nursing care personal payments due to the caseload not declining as fast as anticipated.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
ADOPTION SUBSIDY

H.B. Sec. 13.455	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 3,638,500	$ 5,000,000	$ 228,749	$ 228,749
Federal Funds	3,163,559	1,790,000	81,251	81,251
TOTAL	$ 6,802,059	$ 6,790,000	$ 310,000	$ 310,000

The Governor recommends $310,000 for 98 additional Adoption Subsidy slots.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
CHILDREN'S SERVICES

H.B. Sec. 13.460	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 12,454,000	$ 1,622,000	$ 0	$ 0
Federal Funds	6,160,654	0	200,000	200,000
TOTAL	$ 18,614,654	$ 1,622,000	$ 200,000	$ 200,000

The Governor recommends $200,000 to provide Level 1 residential treatment services to fund a growing need for services.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
CHILDREN'S SERVICES

H.B. Sec. 13.465	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 12,454,000	$ 4,612,000	$ 0	$ 0
Federal Funds	6,160,654	0	625,000	625,000
TOTAL	$ 18,614,654	$ 4,612,000	$ 625,000	$ 625,000

The Governor recommends $625,000 to provide Level 2 residential treatment services to fund a growing need for services.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
CHILDREN'S SERVICES

H.B. Sec. 13.470	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 12,454,000	$ 1,237,000	$ 0	$ 0
Federal Funds	6,160,654	0	75,000	75,000
TOTAL	$ 18,614,654	$ 1,237,000	$ 75,000	$ 75,000

The Governor recommends $75,000 to provide Level 4 residential treatment services to fund a growing need for services.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF FAMILY SERVICES
SERVICES FOR THE VISUALLY IMPAIRED

H.B. Sec. 13.475	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 469,000	$ 469,000	$ 50,000	$ 0
Federal Funds	2,007,000	2,007,000	259,000	59,000
Blind Pension Fund	150,000	150,000	0	0
Donated Funds	25,000	25,000	0	0
TOTAL	$ 2,651,000	$ 2,651,000	$ 309,000	$ 59,000

The Governor recommends $59,000 for startup costs for the Supported Employment program for the visually impaired.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
ADMINISTRATION

H.B. Sec. 13.500	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 1,583,226	$ 1,607,431	$ 13,200	$ 9,900
Federal Funds	1,696,204	1,733,092	13,200	9,900
EXPENSE AND EQUIPMENT				
General Revenue Fund	775,830	775,830	3,402	2,198
Federal Funds	1,054,555	1,046,105	3,402	2,198
TOTAL	$ 5,109,815	$ 5,162,458	$ 33,204	$ 24,196
General Revenue Fund	2,359,056	2,383,261	16,602	12,098
Federal Funds	2,750,759	2,779,197	16,602	12,098

The Governor recommends $24,196 for two staff to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which provides for a non-emergency medically-necessary transportation pilot project.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
MEDICAID MANAGEMENT INFORMATION SYSTEM

H.B. Sec. 13.505	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT				
General Revenue Fund	$ 825,880	$ 825,880	$ 82,117	$ 82,117
Federal Funds	2,636,896	2,636,896	0	0
TOTAL	$ 3,189,776	$ 3,189,776	$ 82,117	$ 82,117

The Governor recommends $82,117 for the Medicare Part B crossover claims enhancement package that did not qualify for federal reimbursement.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
STATE MEDICAL

H.B. Sec. 13.510	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 15,260,786	$ 15,200,000	$ 1,414,800	$ 1,414,800
Blind Pension Fund	1,800,000	1,800,000	0	0
TOTAL	$ 17,060,786	$ 17,000,000	$ 1,414,800	$ 1,414,800

The Governor recommends $1,281,380 for a projected increase of 6.75 percent in the monthly average number of recipients and an increase in the average monthly cost. The Governor also recommends $133,420 to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which expands State Medical coverage to children in the custody of the Division of Youth Services.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
PHARMACY SERVICES

H.B. Sec. 13.515	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 23,124,420	$ 22,000,000	$ 3,397,324	$ 3,397,324
Federal Funds	34,383,611	33,000,000	5,051,630	5,051,630
TOTAL	$ 57,508,031	$ 55,000,000	$ 8,448,954	$ 8,448,954

The Governor recommends $3,383,951 general revenue and $5,031,745 federal funds for increased utilization and the annualized cost of the dispensing fee increase. The Governor also recommends $13,373 general revenue and $19,885 federal funds to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which expands Medicaid coverage to Permanently and Totally Disabled children under age 18.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
PHYSICIAN-RELATED SERVICES

H.B. Sec. 13.520	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 26,459,152	$ 25,900,000	$ 2,102,460	$ 2,102,460
Federal Funds	39,343,265	38,600,000	3,126,238	3,126,238
TOTAL	$ 65,802,417	$ 64,500,000	$ 5,228,698	$ 5,228,698

The Governor recommends $2,049,615 general revenue and $3,047,661 federal funds for utilization growing faster than anticipated. The Governor also recommends $52,845 general revenue and $78,577 federal funds to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which expands Medicaid coverage to Permanently and Totally Disabled children under age 18.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
DENTAL SERVICES

H.B. Sec. 13.525	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 3,952,485	$ 3,930,000	$ 11,252	$ 11,252
Federal Funds	5,877,121	5,840,000	16,732	16,732
TOTAL	$ 9,829,606	$ 9,770,000	$ 27,984	$ 27,984

The Governor recommends $11,252 general revenue and $16,732 federal funds to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which expands Medicaid coverage to Permanently and Totally Disabled children under age 18.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
MEDICARE PART B BUY-IN

H.B. Sec. 13.530	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 5,282,310	$ 5,280,000	$ 339,606	$ 339,606
Federal Funds	7,854,495	7,850,000	504,974	504,974
TOTAL	$ 13,136,805	$ 13,130,000	$ 844,580	$ 844,580

The Governor recommends $339,606 general revenue and $504,974 federal funds for a premium increase of $7.10 per month. The premiums will rise from $24.80 per month to $31.90 per month.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
ALTERNATIVE SERVICES

H.B. Sec. 13.535	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 6,683,782	$ 6,651,000	$ 1,321,574	$ 1,312,574
Federal Funds	9,938,405	9,890,000	1,951,723	1,951,723
TOTAL	$ 16,622,187	$ 16,541,000	$ 3,264,297	$ 3,264,297

The Governor recommends $1,321,574 general revenue and $1,951,723 federal funds for utilization by Old Age Assistance recipients growing faster than anticipated.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
OTHER NON-INSTITUTIONAL SERVICES

H.B. Sec. 13.540	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 4,955,947	$ 4,930,000	$ 89,997	$ 89,997
Federal Funds	7,369,215	7,340,000	143,743	143,743
TOTAL	$ 12,325,162	$ 12,270,000	$ 233,740	$ 233,740

The Governor recommends $89,997 general revenue and $143,743 federal funds to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly. This recommendation includes $8,690 general revenue and $12,921 federal funds for Permanently and Totally Disabled children under age 18; $29,443 general revenue and $43,782 federal funds for Hospice care; $10,583 general revenue and $10,584 federal funds for the non-emergency medically-necessary transportation pilot project; and $41,281 general revenue and $76,456 federal funds for Day Rehabilitation.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
HOSPITAL SERVICES

H.B. Sec. 13.545	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 79,143,121	$ 77,000,000	$ 9,860,479	$ 9,860,479
Federal Funds	125,354,061	122,100,000	14,661,975	14,661,975
Disproportionate Share Hospital Fund	5,160,054	5,100,000	0	0
TOTAL	$ 209,657,236	$ 204,200,000	$ 24,522,454	$ 24,522,454

The Governor recommends $9,652,075 general revenue and $14,352,090 federal funds for special rate increases, carryover expenditures, increased utilization and inflation of outpatient services, additional disproportionate share days, and increased non-disproportionate days. The Governor also recommends $208,404 general revenue and $309,885 federal funds to implement House Bill 1139 passed by the Second Regular Session of the 84th General Assembly which extends Medicaid coverage to Permanently and Totally Disabled children under age 18.

EMERGENCY AND SUPPLEMENTAL
DEPARTMENT OF SOCIAL SERVICES
DIVISION OF MEDICAL SERVICES
NURSING HOMES

H.B. Sec. 13.550	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
General Revenue Fund	$ 109,582,591	$ 108,600,000	$ 7,627,700	$ 7,627,700
Federal Funds	162,943,099	161,500,000	2,134,186	2,134,186
TOTAL	$ 272,525,690	$ 270,100,000	$ 9,761,886	$ 9,761,886

The Governor recommends $7,627,700 general revenue and $2,134,186 federal funds for increased occupancy of nursing homes, a $5 increase in the personal needs allowance, a federal disallowance, and a federal deferral.

DEPARTMENT OF SOCIAL SERVICES
DIVISION OF AGING

H.B. Sec. 13.560	GOVERNOR'S ORIGINAL RECOMMENDATION	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE				
General Revenue Fund	$ 2,966,609	$ 3,009,827	$ 0	$ 0
Federal Funds	1,274,618	1,293,140	31,328	31,328
EXPENSE AND EQUIPMENT				
General Revenue Fund	581,704	581,704	0	0
Federal Funds	351,618	351,618	8,370	8,370
TOTAL	$ 5,174,549	$ 5,236,289	$ 39,698	$ 39,698
General Revenue Fund	3,548,618	3,591,531	0	0
Federal Funds	1,626,236	1,644,758	39,698	39,698

The Governor recommends $39,698 and two staff to implement the Nurse Aide Registry Unit as mandated by the Omnibus Budget Reconciliation Act of 1987.